

Present Value of a Mixed Stream

	Alternative 1	Alternative 2	Alternative 3	Alternative 4
Periodic Discount Rate:	6.00%	8.00%	10.00%	12.00%
Period	Cash Flow	Cash Flow	Cash Flow	Cash Flow
1	\$500	\$100	\$200	\$300
2				
3				
4				
5				
6				
7				
8				
9				
10				
11				
12				
13				
14				
15				
16				
17				
18				
19				
20				
The present value is:	\$471.70	\$92.59	\$181.82	\$267.86