

1)

Since the Universal Swap has already spent (and expensed) \$ 150 million on research and code development on the Alternium. So \$150 million will be counted as negative cash flow at starting.

The cost of capital percentage is 11%.

The rate of tax is 10%.

Inflation rate is 1.5%.

The tax is taken on the revenue

2)

The values of the Income and others are remain constant as we have taken in the question 1.

The cost of capital percentage is 11%.

The rate of tax is 10%.

Inflation rate is 1.5%.

Internal Rate of return 138%

The tax is taken on the revenue

3)

The values of the Income and others are remain constant as we have taken in the question 1.

The cost of capital percentage is 11%.

The rate of tax is 10%.

Inflation rate is 1.5%.

Internal Rate of Return 137.5%

The tax is taken on the revenue