PHILIP LYDIA

17/ENG07/019

PETROLEUM ENGINEERING

CLASS TEST

1. The decision is based on analysing and evaluating the activities involved in producing the outcome of the project. Financial analysis gives us the tools to perform evaluation.
2. Financial analysis is for the purpose of securing financing or credit for implementation of a project. Investors want to know what benefits they can gain from investing in the project.
3. To be able to make decisions to compare different projects, systems, we have to find a common measure to reflect all the costs and benefits and their time of occurrences.