

Ec. 132 Inc Tax Rds.

Flow,
Infinite

$$\text{RORAT} = \frac{a(1-t)}{P(1-t)} = \frac{a}{P}$$

Point

$$\text{RORAT} = \left[\frac{F(1-t)}{P(1-t)} \right]^{\frac{1}{n}} - 1 = \left(\frac{F}{P} \right)^{\frac{1}{n}} - 1$$

Flow
Finite

$$P = a \frac{1 - I^{-n}}{i}$$

$$\text{ROR} = \frac{a}{P} (1 - I^{-n})$$

$$\text{RORAT} = \frac{a(1-t)}{P(1-t)} (1 - I^{-n})$$