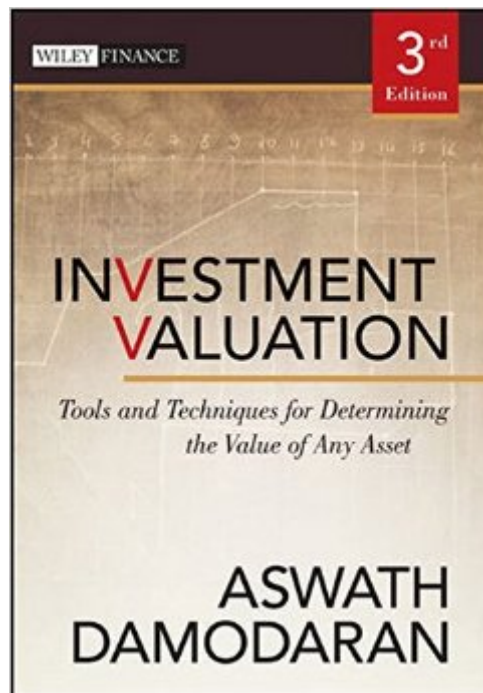


The book was found

# Investment Valuation: Tools And Techniques For Determining The Value Of Any Asset



## Synopsis

The definitive source of information on all topics related to investment valuation tools and techniques. Valuation is at the heart of any investment decision, whether that decision is buy, sell or hold. But the pricing of many assets has become a more complex task in modern markets, especially after the recent financial crisis. In order to be successful at this endeavor, you must have a firm understanding of the proper valuation techniques. One valuation book stands out as withstanding the test of time among investors and students of financial markets, Aswath Damodaran's *Investment Valuation*. Now completely revised and updated to reflect changing market conditions, this third edition comprehensively introduces investment professionals and students to the range of valuation models available and how to choose the right model for any given asset valuation scenario. This edition includes valuation techniques for a whole host of real options, start-up firms, unconventional assets, distressed companies and private equity, and real estate. All examples have been updated and new material has been added. Fully revised to incorporate valuation lessons learned from the last five years, from the market crisis and emerging markets to new types of equity investments. Includes valuation practices across the life cycle of companies and emphasizes value enhancement measures, such as EVA and CFROI. Contains a new chapter on probabilistic valuation techniques such as decision trees and Monte Carlo Simulation. Author Aswath Damodaran is regarded as one of the best educators and thinkers on the topic of investment valuation. This indispensable guide is a must read for anyone wishing to gain a better understanding of investment valuation and its methods. With it, you can take the insights and advice of a recognized authority on the valuation process and immediately put them to work for you.

## Book Information

Hardcover: 992 pages

Publisher: Wiley; 3 edition (April 17, 2012)

Language: English

ISBN-10: 111801152X

ISBN-13: 978-1118011522

Product Dimensions: 7.4 x 1.3 x 10.3 inches

Shipping Weight: 3.6 pounds (View shipping rates and policies)

Average Customer Review: 3.9 out of 5 stars [See all reviews](#) (39 customer reviews)

Best Sellers Rank: #85,059 in Books (See Top 100 in Books) #14 in [Books > Business & Money > Finance > Corporate Finance > Valuation](#) #106 in [Books > Textbooks > Business & Finance >](#)

## Customer Reviews

Bought this book expecting a plethora of valuation methods, as the title suggests. It was certainly thorough, and what it does good, it does very good. Yet there were some specific shortcomings that I couldn't help but overlook.

**PROs:-** Unlike many, many, MANY other investment books out there, which mismatch numerators and denominators when constructing various ratios, the author is VERY consistent in his application of these ratios. For instance, Return on Assets is typically calculated as Net Income/Total Assets. However, the numerator, net income, is what's available to equity-holders after bond-holders have been paid, whereas the denominator, total assets, is funded by both debt AND equity. The author explicitly points out the flaws of this ratio, as well as Price/Sales (Again, the numerator is an equity measure, whereas the denominator, revenues, is what's generated via both bond-holders and equity-holders), and stresses that numerators and denominators should be consistent with what they're measuring. This is a big plus, as almost every other investment book out there makes this mistake at some point within their text.

**- Sufficient detail is given to both "intrinsic" valuation (DCF, EVA, etc.) and "relative" valuation (P/E, EV/EBITDA, etc.)- His explanation on what drives different multiples is fantastic.- The accompanied spreadsheets on his website are very good.- Both the pros and cons for each valuation method are given honestly.- The valuation methods for financial service firms, which are notoriously hard to value, is amongst the best I've seen.**

**CONS:-** The biggest issue I have is the authors strict adherence to CAPM and beta when calculating a discount rate.

[Download to continue reading...](#)

Investment Valuation: Tools and Techniques for Determining the Value of Any Asset, Second Edition, University Edition  
Investment Valuation: Tools and Techniques for Determining the Value of any Asset, University Edition  
Investment Valuation: Tools and Techniques for Determining the Value of Any Asset  
Investment Valuation: Tools and Techniques for Determining the Value of Any Asset, Second Edition  
Equity Asset Valuation Book and Workbook Set (CFA Institute Investment Series)  
Equity Asset Valuation (CFA Institute Investment Series)  
Equity Asset Valuation Workbook (CFA Institute Investment Series)  
Investment Banking: Valuation, Leveraged Buyouts, and Mergers and Acquisitions + Valuation Models  
The Valuation of Financial Companies: Tools and Techniques to Measure the Value of Banks, Insurance Companies and Other Financial Institutions (The Wiley Finance Series)  
24 Essential Lessons for Investment Success: Learn the Most Important Investment Techniques from the Founder of Investor's Business Daily  
Tools & Techniques of

Employee Benefit and Retirement Planning, 11th ed. (Tools and Techniques of Employee Benefit and Retirement Planning) Equity Asset Valuation Equity Asset Valuation Workbook Sales: A Beginners Guide to Master Simple Sales Techniques and Increase Sales (sales, best tips, sales tools, sales strategy, close the deal, business ... sales techniques, sales tools Book 1) Valuation Techniques: Discounted Cash Flow, Earnings Quality, Measures of Value Added, and Real Options Investors and Markets: Portfolio Choices, Asset Prices, and Investment Advice (Princeton Lectures in Finance) Big Data in Banking: With Applications in Finance, Investment, Wealth and Asset Management (The Wiley Finance Series) Business Valuation for Business Owners: Master a Valuation Report, Find the Perfect Business Appraiser and Save Your Company from the Looming Disasters That You Don't Yet Know About Valuation Workbook: Step-by-Step Exercises and Tests to Help You Master Valuation Valuation Workbook: Step-by-Step Exercises and Tests to Help You Master Valuation + WS (Wiley Finance)

[Dmca](#)