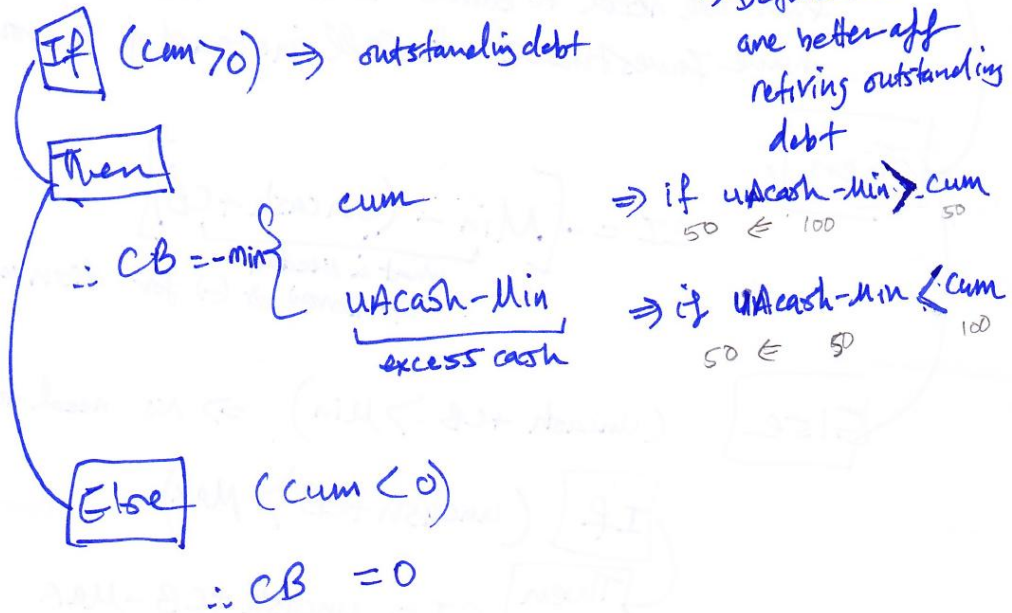
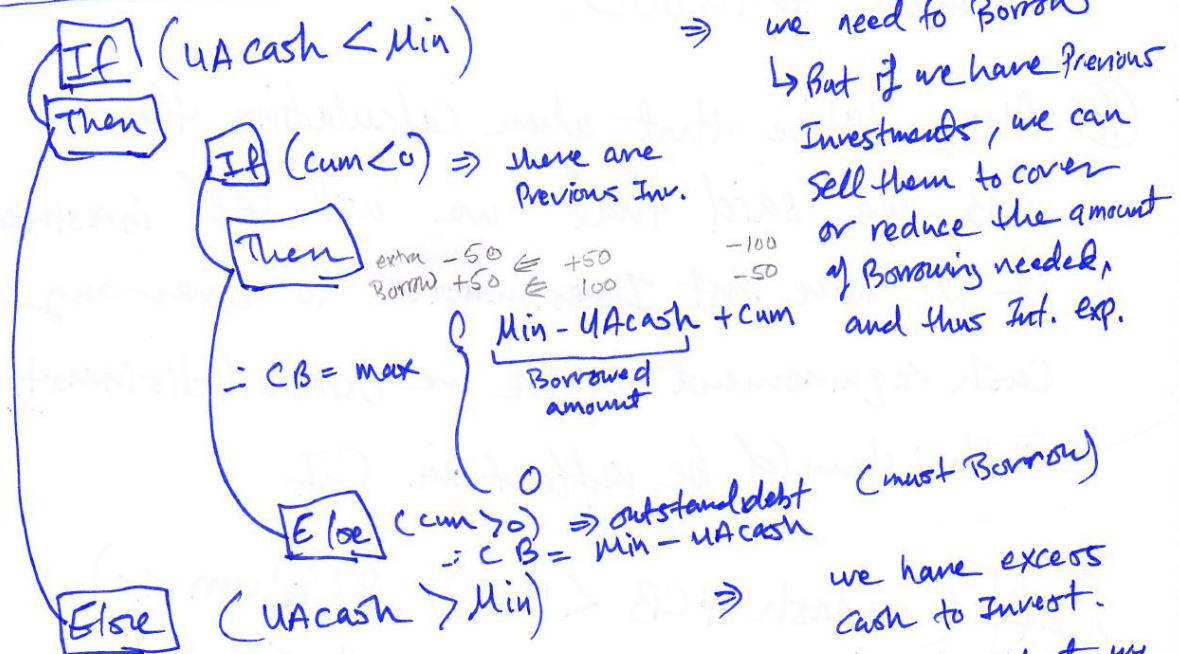


CH3

* How to determine current borrowing (CB) when we include Interest payment, retiring debt.



* calculating Current Investment (CI)

* we will invest if the amount of cash exceeds \$40,000.

* Also, Notice that when calculating the CB, we said that we will sell investment if we have Past Investments to cover any cash requirement before we borrow (disinvest)
⇒ This should be reflect in CI

IF (uncash + CB < Min) & (sum < 0)

thus we need to borrow to cover the min, but we have investment to sell instead of Borrowing

Then

$$CI = - \left[\text{Min} - (\text{uncash} + \text{CB}) \right]$$

what is Needed to Borrow & (-) for disinvestments

Else

(uncash + CB > Min) ⇒ No need to Borrow

IF (uncash + CB > Max)

Then

$$CI = \text{uncash} + \text{CB} - \text{Max}$$

Else

$$CI = 0$$