

FINANCIAL FEASIBILITY STUDY WITH EXAMINATION OPINION

The financial feasibility study with examination opinion is the examination of the prospective financial information provided by the borrower (“management”) culminating in an examination opinion on the reliability of the borrower’s financial statements and management’s underlying assumptions. The examination opinion provides a high level of assurance. The examination opinion will be prepared by a CPA with the necessary expertise to perform the study and backed by their professional liability insurance. Following are the items typically included in a financial feasibility study with examination opinion.

- Signed and dated opinion letter
- 5 years historic and 5 years forecasted financial statements
- Schedule of ratios pertinent to the industry
- Summary of significant financial forecast assumptions and accounting policies
- Summary of significant demand forecast assumptions
- Sensitivity analysis
- Other information deemed appropriate by the preparer