

Business Enterprise

Business Enterprise Valuations

Gordon Brothers provides a broad range of business valuation services to the private equity, lending, and hedge fund industries for purposes such as:

- Lending
- Financial Reporting
- IRS Section 409A Compliance
- Estate & Gift Tax Compliance
- Management Planning
- Litigation Support

Business Enterprise Valuations

Business enterprise valuations examine the value of a company regardless of its capital structure; it captures the value of total invested capital. Knowing the entire value of a company is especially helpful for lenders or investors to determine what they might be able to receive when selling a company.

Equity Valuations

Equity valuations typically assess the value of common stock but can include other types of equity securities such as preferred stock, partnership units and membership units. Discounts for lack of control and lack of marketability may be applicable to the equity interest being valued.

Financial Reporting Valuations

Acquisitions of companies typically require a fair value of the acquired tangible and intangible assets of the acquired assets under accounting standards codification (ASC) 805. Further, indefinite lived intangible assets are tested at least annually under ASC 350 for potential impairment. These types of valuations are accounting driven.

Derivative Valuations

Derivative securities are assets where the value depends on another asset's value. Typical derivative securities are options, warrants and swaps. Options issued as compensation need to be valued for 409A purposes and potentially for financial reporting purposes (under ASC 718).

Intangible Asset Valuations

Many businesses have value over and above their tangible assets. Stand-alone valuations of intangible assets such as trademarks, patents, copyrights, contracts, and customer relationships can be used for lending and tax compliance purposes.