

Compound Annual Growth Rate = CAGR

@wikipedia

One of the efficiency metrics of [Financial Investment](#) defined as:

(1)
$$\text{CAGR} = \left[\frac{\sum CF^+}{\sum CF^-} \right]^{1/t} - 1$$

where

$CF^+ = \{CF_0^+, CF_1^+, CF_2^+, \dots\}$	Cash Inflows
$CF^- = \{CF_0^-, CF_1^-, CF_2^-, \dots\}$	Cash Outflows
t	Investment Period

See also

[Economics](#) / [Investment](#) / [Financial Investment](#) / [Financial Investment Metrics](#)