

Risk Assessment for BuildRight Legal Dispute

This report provides a financial risk assessment for the legal dispute involving BuildRight, generated using Eperoto's decision analysis software. It offers an evaluation of potential financial outcomes and their probabilities. This assessment shows the possible outcomes and calculates the possible settlement value.

BuildRight

Claimed amount:	\$2,500,000 ¹
Estimated legal costs:	\$150,000
Estimated recoverable costs:	\$0
Already incurred costs:	\$30,000

Estimated award date: 05 May 2025³

RealEstate Innovators

Claimed amount:	\$900,000 ²
Estimated legal costs:	\$130,000
Estimated recoverable costs:	\$0
Already incurred costs:	\$30,000

The expected value is \$560,000

This value accounts for all potential outcomes and indicates the net amount BuildRight should expect to receive from this case. Considering BuildRight has already spent \$30,000, a settlement of \$590,000 would result in achieving the net value of the case.

Best Case Scenario

0.21% probability of getting more than \$2,000,000

Claimed amount awarded:	\$2,500,000
Interest awarded:	\$370,000
Legal costs incurred:	-\$150,000
Legal costs recovered: ⁴	\$0
	\$2,720,000

Worst Case Scenario

0.39% probability of paying more than \$1,000,000

Claimed amount awarded:	-\$900,100
Interest awarded:	-\$115,000
Legal costs incurred:	-\$150,000
Legal costs recovered: ⁴	\$0
	-\$1,165,000

Get/Pay analysis

Explore the probability to get or pay more than specific amounts.

