Course Syllabus
(KAIST Techno-MBA)

Financial Management **Fall 2017**

Professor: Dr. Sekyung Oh
Office: #502 School of Business Building , Konkuk University
Office Phone: 02-450-3641
Lecture Hour: 19-22 Monday
E-mail:skoh@konkuk.ac.kr

Course Description

The course introduces financial concepts, terminologies and analysis. It provides a basic framework and principle for analyzing financial circumstances with emphasis on the investment and financing decisions of corporations. Topics include time value of money, capital budgeting techniques, risk-return trade-off, cost of capital, valuation of financial securities, and capital structure policy among others.

Course Objective

The objective of this course is two-fold. One is to provide the students with the basic finance concepts and techniques for analyzing business situations that firms face. The other is to help the students to understand and communicate with the capital markets and senior or top management people.

Course Materials

Ross, Westerfield, Jordan, Lim and Tan: Fundamentals of Corporate Finance, Asia Global Edition , 2016

Financial Calculators

Financial calculators are widely used today in the business world. You can use The Texas Instruments BA-II Plus or Hewlett Packard 12C, etc. They are more accurate and faster than financial tables and have many built-in functions for calculating financial problems easily and quickly. Engineering calculators will be also fine. You can use EXCEL spreadsheets at home but not in offline class exams.

Prerequisites

There are no prerequisites for this course

Grading

The grade will be split up as follows:

Midterm Exam	35%
Final Exam	35%
Quizzes	20%
Attendance	10%
Total	100%

Exams

All exams will be open book and taken in a class room. Questions are only multiple choice types like quiz questions. IMPORTATNT: I do not accept any excuses for not taking exams. There is no make-up exam.

Quizzes

At each week, you should submit the answers **with your own explanations** to the quiz problems which are located at the last slide of each lecture note before the next lecture starts. If you were to just hand in answer keys (for example, 1. A, 2. B, etc.), it will not be accepted.

Assigned Problems

In the course outline of next page, you can find the assigned problems for each chapter you should try for yourself. The problems numbers are taken from the section of QUESTIONS AND PROBLEMS given at the end of each chapter of our textbook. I strongly recommend you to try all the problems assigned at each chapter. You do not have to submit your answers. Solutions will be posted within a week after each lecture.

COURSE OUTLINE

Week	Subject	Readings/Problems
1	Introduction	Chapter 1
2	Financial Statements & Cash Flow	Chapter 2: (8-13)
3	Working with Financial Statements	Chapter 3 : (3, 4, 7, 13-15, 17)
4.	Long-term Financing Planning and Growth	Chapter 4 : (1-3, 12, 14)
5.	Time Value of Money and DCF Valuation	Chapter 5: (1, 6, 7) & Chapter 6 : (6, 8, 10, 12, 13, 20)
6	Bond Valuation	Chapter 7: (1-5, 9)
7.	Stock Valuation	Chapter 8: (4-8, 11, 15)
8	**Midterm Exam: In-Class, Open Book**	
9	NPV and Other Investment Criteria	Chapter 9: (3, 5-8, 12, 16)
10	Making Capital Investment Decisions	Chapter 10: (1, 4-11, 13-15) & Chapter 11: (5, 6)
11	Risk and Return	Chapter 13: (13, 15, 17, 19)
12	Cost of Capital	Chapter 14: (1, 2, 7-9, 14-17)
13	Raising Capital	Chapter 15: (1, 4, 8)
14	Capital Structure Policy	Chapter 16: (10-15)
15	Dividend Policy	Chapter 17: (1-3, 6-7)
16	**Final Exam: In-Class, Open Book**	