

SEMESTER/YEAR: SPRING 2010
MEETING: Mondays Second Half 6:30-9:20 P.M.
DATES: 3/8 3/15 3/22 3/29 4/5 4/12 4/19 4/26
LOCATION: MAIN-Room # REID 2313
CREDITS: 3

FIN 312 1M Principles of Finance

Kathleen L. Cammack

WORK 314 529- 9422 (voice mail) HOME 314 894 1942

PREFER: Leave voice mail at work number. May call home , no voice mail, at least ten rings.

PRE-ASSIGNMENT: Chapters 1-3 and 5 Also do pre-assignment 1 listed in course outline for week 1

PREREQUISITES:

ACCT 210 FINANCIAL ACCOUNTING and MATH 117 COLLEGE ALGEBRA

TEXTBOOK AND READING ASSIGNMENTS:

Block and Hirt; Foundations of Financial Management; McGraw-Hill Irwin; Thirteenth edition (2009)

COURSE DESCRIPTION:

This course looks at the basic financial management of the business firm: a) procurement, b) allocation and c) control of funds; corporate financial behavior; financial instruments and markets; and the analysis and interpretation of investment and profit performance.

CONTENT OUTLINE:

- I. Financial Analysis and Planning
 - A. Evaluation of the Firm's Financial Performance (Statement Analysis)
 - B. Operating and Financial Leverage
 - C. Breakeven Analysis
- II. Working Capital Management
 - A. Current Asset Management
 - 1. Cash and Receivables Management
 - 2. Marketable Securities
 - 3. Inventory Management
 - B. Sources of Short Term Financing
- III. Capital Budgeting Process
 - A. Cash Flow Calculations
 - B. Decision Criteria

- IV. Long Term Financing
 - A. Capital markets/Investment banking
 - B. Long term debt and lease financing
 - C. Common and preferred stock financing
- V. Dividend Policy and Retained Earnings

INSTRUCTIONAL METHODS:

This course uses a combination of lectures, case analysis, class discussion and problem solving.

Academic Accommodations

Maryville University provides accommodations and supports for students with disabilities as defined by the Americans with Disabilities Act. If you have a documented disability and wish to discuss academic accommodations, please contact the course instructor and/or the Director of the Academic Success Center located in the University Library (314-529-6850).

ATTENDANCE:

Because successful completion of this course depends upon regular class attendance, excessive absences, even if necessary, may deprive the student of a grade that reflects his/her capabilities, and may even result in failure of the course. A STUDENT MAY MISS ONE CLASS PERIOD, IF MORE THAN ONE CLASS PERIOD IS MISSED A GRADE OF "AF" (FAILURE DUE TO ABSENCES) WILL BE ISSUED FOR THE COURSE.

GRADE DETERMINATION:

EXAM 1 (Chapters 3,5 – 8)	200 points
EXAM 2 (Chapter 9 –12, 15 –18)	250 points
PRE-ASSIGNMENTS (5 OF 6)	50 points
TOTAL POSSIBLE	500 points

There are no extra credit assignments offered. Students receive a grade based upon the above instruments only.

GRADING As Percent of Total Points

SCALE:	94 - 100 = A	79 - 77 = C+
	90 - 93+ = A-	76+ - 71 = C
	88 - 89+ = B+	70+ - 67 = C-
	83 - 87+ = B	66+ - 60 = D
	80 - 82+ = B-	Below 60 percent = F

EXAMS:

Exams may consist of essays, short answers and problems, as well as objective type questions, in order to allow the student to demonstrate her/his quantitative as well as qualitative abilities. Exact composition of each exam may vary, an exam may be all problems or all essay or other combination depending on the subject matter.

Part of an exam may be given as a take home distributed week prior to in class exam .

Students will have 80 minutes to complete **exam 1** and 120 minutes to complete **exam 2**.

Students may use a crib sheet measuring one half of 8 inches by 11 inches sheet of paper for exams.

NO MAKE-UP EXAM WILL BE GIVEN WITHOUT THE PRIOR APPROVAL OF THE INSTRUCTOR. Make-up exams are a privilege granted by the instructor, **NOT A guaranteed right.** The instructor may require proof to validate the reason for make-up exam.

PRE-ASSIGNMENTS STUDY SETS:

To encourage students to prepare for class, selected problems and essay questions will be assigned as **pre-assignment study sets to be completed before the class period in which the course material is to be covered.** These pre-assignment study sets will be collected at the start of class (students should make a copy to turn in to the instructor so that they have a copy of their answers with them during the class lecture/discussion). Five of the six study sets are required to meet this requirement. The first pre-assignment study set is due the first class period.

LATE PRE-ASSIGNMENT STUDY SETS WILL BE PENALIZED, MAXIMUM VALUE 5 POINTS INSTEAD OF 10 POINTS POSSIBLE . STUDENTS MAY FAX OR EMAIL A SET IF THEY MUST MISS CLASS WITH THE FAX OR EMAIL DATED NO LATER THAN THE ASSIGNED CLASS PERIOD.

ASSIGNMENTS (IN COURSE OUTLINE):

All problem and question assignments given in the course outline are to provide direction for the students in studying for exams. Additional assignments may be made during class. Assignments **WILL NOT** be discussed in class unless the student has specific questions related to one of the assigned problems/questions. The instructor will go over a limited group of these problems in the course of class lectures.

COURSE OUTLINE:

WEEK	CHAPTERS	TOPICS	ASSIGNMENTS
1(3/8)	3 & 5	FINANCIAL ANALYSIS	3:P 13,25,30 -32, 35 Q 1,2,5 - 6
		LEVERAGE ANALYSIS	5:P 11-13,20 &22
Pre-Assignment Chapter 3 discussion questions assigned and problem 35 parts a and b also explain why you chose to emphasize the ratio category for each analyst			
2(3/15)	7 & 8	CURRENT ASSET MGMT	7:Q 1-3,5,8 P 1, 2, 10, 16 - 18
		SOURCES OF SHORT TERM FINANCING	8:Q 1,7 &9 P 1, 6,10-12,19,22
Pre-assignment 2 Chapter 5 discussion questions assigned and problems 20 & 22, and Chapter 7 discussion questions assigned.			
3(3/22)	8 & 9	TIME VALUE OF MONEY	9: Q 3 P 10,13,21,22
Pre-assignment 3 Chapter 7 problem 1 and 17 and Chapter 8 discussion questions assigned and problem 22.			
4(3/29)*	EXAM 1 9	EXAM 1 (80 minutes, chapters 3, 5 – 8) TIME VALUE OF MONEY	9:P29,35,40-44

5(4/5) 9 - 11 VALUATION & RETURN 10:P1,11,18,20,28,33,C-1
Chapter 10 Appendix C Q 1-3, 7
 COST OF CAPITAL 11:Q1,3,6,78,10,13
 P2,18, 21-23,27,28

Pre-assignment 4 Chapter 9 problems 22 and 40 and chapter 10 assigned discussion questions and Appendix C problem 1.

6(4/12) 11 & 12 CAPITAL BUDGETING 12:Q 2 - 4
 CASE 3 P:5,8,17,23,26,28

Pre-assignment 5 To be Announced

7(4/19) 15 & 16 INVESTMENT BANKING
 LONG TERM DEBT / LEASING TBA

Pre-assignment 6 To be Announced

8*(4/26) EXAM 2 EXAM 2 (120 minutes, chapters 9 –12 and 15 & 16)

NOT ALL CHAPTERS NOR EVERY TOPIC WITHIN A CHAPTER MAY BE DISCUSSED IN CLASS.

SYLLABUS IS SUBJECT TO CHANGE AT THE DISCRETION OF THE INSTRUCTOR.