

**INTRODUCTION TO CORPORATE FINANCE
MOS3310B
SECTION 003**

Class Info

Time: Monday & Tuesday 9:30-11:30
Location: Room 17 Middlesex College

Contact Information

Instructor: Tony Francolini
Office: Room 2231 Social Science Centre
Email: tfrancolini@ivey.ca
Phone: 519-280-9176
Office Hours: By Appointment

Course Objectives

Students taking this course will exam topics related to capital management from the perspective of a corporate financial officer. The course is divided into five sections: (1) Planning Process, (2) Valuations, (3) Capital Budgeting, (4) Corporate Funding, and (5) Working Capital Management.

Course Material

1. Brealey et.al. Fundamentals of Corporate Finance. 2006. McGraw Hill
2. Financial Statements & Industry Notes & Excerpts from Business News (as provided by instructor)
3. Access to Microsoft Excel
4. Financial Calculator (e.g., TI BA II or II Plus)

Course Prerequisites

Enrolment in BMOS program
Business Administration 2257 - Accounting & Business Analysis

Evaluation

Assignments	30%
Mid-Term	30%
Final Exam	40%

LECTURE SCHEDULE

<i>Date</i>	<i>Chapter</i>	<i>Topic</i>
Jan-05	Ch: 1,2	Course Overview / Financial Roles & Environment
Jan-06		Stocks & Bonds ... a Primer

Section 1: Planning Process		
Jan-12	Ch: 3,17,18	Ratios / SCFP
Jan-13		Proformas

Section 2: Valuations		
Jan-19	Ch: 4	Time Value of Money
Jan-20		
Jan-26	Ch: 5	Valuing Bonds
Jan-27	Ch: 6	Valuing Stocks

Section 3: Capital Budgeting		
Feb-02	Ch: 7,8,9	Inflows / Outflows / CCA
Feb-03		Project Analysis: Payback / Discounted Cash Flow / IRR
Feb-09	Ch: 10,11	Risk & Return

Feb-10	Mid-Term Exam	
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Section 4: Corporate Funding		
Feb-23		
Feb-24	Ch: 13	Long-Term Finance Vehicles
Mar-02	Ch: 12	Cost of Capital
Mar-03		
Mar-09	TBA	Leverage
Mar-10	Ch: 14	Issuing Stock
Mar-16	Ch: 15	Capital Structure
Mar-17	Ch: 16	Dividend Policy

Section 5: Working Capital Management		
Mar-23	TBA	Cash Flow Budgets
Mar-24	Ch: 19	Cash Conversion Cycle
Mar-30	Ch: 20	Current Asset Mgmt
Mar-31	Ch: 21	Current Liability Mgmt
Apr-06	Ch: 22	Leases

Apr-07	Final Exam Review	
Apr-29	Final Exam (Tentative) 9am	

Notes:

1. The above lecture schedule may be changed. The most current course timetable, readings, assignments will be posted on the WebCT Calendar
2. Exercises and extra readings that accompany these topics will be posted on WebCT.
3. Students will be expected to do exercises using both Excel and their financial calculators.

GRADING

Assignments

Students who hand in their assignments late will be penalized at 10% per day late, including Saturdays and Sundays.

Requests for Accommodation

Requests for academic accommodation for course components worth 10% or more of the course grade will ONLY be considered in extenuating circumstances and ONLY upon recommendation of Academic Counseling or the Dean's Office. Please see Academic Counseling before requesting exam accommodation.

If a student misses the final exam, it is the student's responsibility to petition Academic Counseling, Dean's Office in order to write a special exam in place of the original exam. Academic Counseling will expect the student to submit the appropriate documentation explaining the student's absence during the time of the original exam.

OTHER IMPORTANT CONSIDERATIONS

Office Hours

If you wish to meet with your instructor, you can approach your instructor after class or send an e-mail to your instructor to set up a mutually convenient time. I will endeavour to meet students at the school at anytime during work hours.

Email Communications with Advisor

Students may want to communicate to the instructor via email. It is advised that these questions require only a short answer. In some instances, the information in the email may be beneficial to the whole class. In this case, the email may be broadcasted to the class. Students are advised, therefore, not to include private or personal information in any emails.

Questions that need an long answer should be addressed with an office visit.

Class Preparation

All class readings and exercises are to be completed before the first class in which the topic is discussed – even if the topic is stretched out over more than one class.

If a student misses any classes, it is the student's responsibility to cover any materials missed.

ACADEMIC RIGHTS AND RESPONSIBILITIES

Cheating, plagiarism, and disruption of classes are not permitted; UWO considers these to be serious offences. Students must write their essays and assignments in their own words. Whenever students take an idea or passage from another author, they must acknowledge their debt both by using quotation marks where appropriate and by proper referencing such as footnotes or citations. (See, "Scholastic Offences" in the UWO Calendar for further explanation).

Plagiarism is a major academic offence. For information on scholastic offences, penalties and other academic rights and responsibilities please see the [Academic Rights and Responsibilities](#) section of the academic calendar.

All required papers may be subject to submission for textual similarity review to the commercial plagiarism detection software under license to the University for the detection of plagiarism. All papers submitted will be included as source documents in the reference database for the purpose of detecting plagiarism of papers subsequently submitted to the system. Use of the service is subject to the licensing agreement, currently between The University of Western Ontario and Turnitin.com.