

ALLIANCE UNIVERSITY COLLEGE



BUS 220 *Finance* (3)

Winter 2005

Instructor: Dr. Alan Kwan

Contacting the Instructor

Office: Room 530

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Class Times: M 6:00-8:45 pm

Class Location: 701

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Course Description

The course examines the fundamental concepts in the field of finance. It gives an introduction to financial management and portfolio analysis. Topics covered include: time value of money, cost of capital, capital structure, capital investment decisions, budgeting and financial planning, and various forms of business financing and evaluation.

Course Objectives

By the end of this course students are expected to gain an understanding about

- 1. financial terms*
- 2. decision related to financial analysis*
- 3. factors which affect the financial market*
- 4. business evaluation*
- 5. portfolio analysis.*

Required Texts

Cyr, Don and et.al., *Contemporary Financial Management*, 1st Canadian edition, Nelson, 2004.

Course Schedule

(1) Role of Financial Management	<i>Chapter 1</i>	Jan 10
(2) The Financial Marketplace	<i>Chapter 2</i>	Jan 17
(3) Evaluating Financial Performance	<i>Chapter 3</i>	Jan 24
(4) Time Value of Money	<i>Chapter 4</i>	Jan 31
<i>Term Test 1</i>		Feb 7
Mid-term Break		Feb 14
Family Day		Feb 21
(5) Valuating Debt Instruments	<i>Chapter 5</i>	Feb 28
(6) Valuating Stocks	<i>Chapter 6</i>	
(7) Portfolio Analysis - Risk and Return	<i>Chapter 7</i>	Mar 7
(8) Capital Asset Pricing Model	<i>Chapter 8</i>	Mar 14
<i>Term Test 2</i>		Mar 21
(9) Capital Budgeting	<i>Chapters 9-10</i>	Mar 28
(10) Capital Structure and Dividend Policy	<i>Chapters 12-14</i>	Apr 4 & 11

Course Requirements

Students need to familiarize themselves with current economic events and financial news which will constitute the materials for class discussions.

Students are advised to be prepared for the lectures by reading the relevant chapters in the required text and participating in class discussions.

Course Grade

<i>Class Participation</i>	<i>10%</i>
<i>Mid-term Test 1</i>	<i>25%</i>
<i>Mid-term Test 2</i>	<i>25%</i>
<i>Final Examination</i>	<i>40%</i>