

CHAMINADE UNIVERSITY

COURSE SYLLABUS

COURSE TITLE: Finance 302, Principles of Finance
TERM: January 12, 1998 - May 1, 1998
TIMES: Monday, Wednesday and Friday, 9:00-9:50
INSTRUCTOR: Caryn Callahan, Ph.D.

OFFICE HOURS: By Appointment
OFFICE PHONE: 739-4689 (Kieffer Hall, Number 4)
HOME PHONE: 395-0541
HOME E-MAIL: WORLD@LAVA.NET

COURSE DESCRIPTION

This is an introductory course covering material essential to a comprehensive understanding of financial management. Topics will include, but not be limited to, time value of money, the cost of capital, risk and return, stock valuation and financial analysis.

OBJECTIVES

The main objectives of this course are to:

- 1) Provide the student with a basic understanding of financial theory, concepts and procedures.
- 2) Equip the student with the fundamental financial skills necessary for making management decisions on the corporate level.
- 3) Provide a background for more informed economic decision making.
- 4) Prepare the student for further study in the field of business.

GRADING

Midterm Examination	25%
Final Examination	25
Weekly Quizzes	50

ASSIGNMENTS

Reading assignments will be taken from the assigned textbook and, occasionally, from supplementary material.

TEXTBOOK

Foundations of Financial Management. Stanley Block and Geoffrey Hirt, Irwin, Eight Edition, 1997.

1998 SCHEDULE AND ASSIGNMENTS
FINANCE 302, **PRINCIPLES OF FINANCE**

Monday, January 12, Wednesday, January 14 and Friday, January 16
Sessions #1, #2 and #3

Assignment for this week: **Textbook, Chapters** 1 and 2
"The Goals and Functions of Financial Management"
"Review of Accounting"

Monday, January 19, Wednesday, January 21 and Friday, January 23
Sessions #4 and #5

JANUARY 19 IS A HOLIDAY.

Assignment for this week: Textbook, Chapter 3
"Financial Analysis"

Monday, January 26, Wednesday, January 28 and Friday, January 30
Sessions #6, #7 and #8

January 28 (Wed): Quiz 1, Chapters 1 and 2

Assignment for this week: Textbook, Chapters 4 and 5
"Financial Forecasting"
"Operating and Financial Leverage"

Monday, February 2, Wednesday, February 4 and Friday, February 6
Sessions #9, #10 and #11

February 4 (Wed): Quiz 2, **Chapters** 3, 4 and 5

Assignment for this week: Textbook, Chapters 6 and 7
"Working Capital and the Financing Decision"
"Current ~~Asset~~ **Management**"

Monday, February 9, Wednesday, February 11 and Friday, February 13
Sessions #12, #13 and #14

February 11 (Wed): Quiz 3, Chapters 6 and 7

Assignment for this week: SKIP: Chapter 8, "Working Capital"
DO: Textbook, Chapter 9
"The Time Value of Money"

Monday, February 16, Wednesday, February 18 and Friday, February 20
Sessions #15 and #16

MONDAY IS A HOLIDAY, PRESIDENT'S DAY

February 20 (FRI): Quiz 4, Chapter 9

Assignment for this week: Chapter 10
"Valuation and Rates of Return"

REVIEW FOR MIDTERM

Monday, February 23, Wednesday, February 25 and Friday, February 27
Sessions #17, #18 and #19

Monday, February 23: Regular Class
Wednesday February 25: MIDTERM EXAMINATION

Assignment for this week: Start reading the following chapters:
Chapter 11 and Chapter 12
"Cost of Capital" + "The Capital Budgeting Decision"

Monday, March 2, Wednesday, March 4 and Friday, March 6
Sessions #20, #21 and #22

Chapters 11 and 12 are important chapters, so we will spend two weeks studying the two chapters as one **integrated unit. This is the first week.**

Assignment for this week: Chapter 11 and Chapter 12
"Cost of Capital" + "The Capital Budgeting Decision"

Monday, March 9, Wednesday, March 11 and Friday, March 13
Sessions #23, #24 and #25

March 11 (Wed): Quiz 5, Chapter 11

Assignment for this week: Chapter 11 and Chapter 12
"Cost of Capital" + "The Capital Budgeting Decision"

Monday, March 16, Wednesday, March 18 and Friday, March 20
Sessions #26, #27 and #28

March 18 (Wed): Quiz 6, Chapter 12

Assignment for this week: **Textbook**, Chapters 13 and 14
"Risk and Capital Budgeting"
"Capital Markets"

Monday, March 23, Wednesday, March 25 and Friday, March 27

SPRING BREAK, NO CLASS THIS WEEK.

Monday, March 30, Wednesday, April 1 and Friday, April 3
Sessions #29, #30 and #31

April 3 (**FRI**): **Quiz** 7, Chapters 13 and 14

Assignment for this week: **Textbook**, Chapters 15 and 16
"Investment Banking"
"Long-Term Debt and Lease Financing"

Monday, April 6, Wednesday, April 8 and Friday, April 10
Sessions #32, #33 and #34

April 8 (Wed): Quiz 8, Chapters 15 and 16

Assignment for this week: **Textbook**, Chapters 17 and 18
"Common and Preferred Stock Financing"
"Investment Banking"

Monday, April 13, Wednesday, April 15 and Friday, April 17
Sessions #35, #36 and #37

April 17 (Fri): Quiz , Chapters 17 and 18

Assignment for this week: Textbook, Chapter 19
"Convertibles and Warrants"

Monday, April 20, Wednesday, April 22 and Friday, April 24
Sessions #38, #39 and #40

April 24 (Fri): Quiz 10, Chapter 19

Assignment for this week: Textbook, Chapters 20 and 21
"External Growth Through Mergers"
"International Financial Management"

Monday, April 27, Wednesday, April 29 and Friday, May 1

Sessions #41, #42 and #43

May 1 (Fri): Quiz 11, Chapters 21 and 22

Assignment for this week: FINAL EXAMINATION **REVIEW**

MONDAY, MAY 5th, FINAL EXAM, 10:30 -12:30?