

King Saud University
College of Business Administration
FIN 210 – Corporate Finance
Fall 2016

Instructor: Maram Alnumay
Office: 26
Office Hours: Sunday, Tuesday, Thursday (12:00-1:00 pm)
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Lecture Day: Sunday, Tuesday, Thursday

COURSE DESCRIPTION

The course is an introduction to corporate finance and provides a framework for analyzing investment and financial decisions of corporations. The course is also an introduction to capital budgeting, capital structure, cost of capital, and dividend policy. The focus is on fundamental principles of modern financial theory, so the approach is rigorous and analytical. The main topics covered include: (1) Net present value and investment decisions; (2) Capital budgeting and risk; (3) Cost of Capital; (4) Capital structure; and (5) Dividend policy.

COURSE OBJECTIVES

- Evaluate the role of the Corporate Finance Manager.
- Demonstrate the ability to evaluate investment decisions using a variety of appraisal techniques.
- Describe and evaluate the main sources of business finance.
- Examine the factors that determine a company's dividend policy.
- Describe and calculate the cost of capital for a business.
- Explain and describe financial leverage.

REQUIRED TEXTBOOK & MATERIALS

Fundamentals of Corporate Finance, Ross, Westerfield, Jordan, Bley, Middle East Edition, McGRAW-HILL International Edition.

COURSE OUTLINE

LIST OF TOPICS	# OF WEEKS
NET PRESENT VALUE AND OTHER INVESTMENT CRITERIA (Ch. 9) ALL TOPICS from 9.1 to 9.7*	2
MAKING CAPITAL INVESTMENT DECISIONS (Ch. 10) ALL TOPICS from 10.1 to 10.6*	2
PROJECT ANALYSIS AND EVALUATION (Ch. 11) ALL TOPICS from 11.1 to 11.6*	2
COST OF CAPITAL (Ch. 14) ALL TOPICS from 14.1 to 14.6*	2
RAISING CAPITAL (Ch. 15) ALL TOPICS from 15.1 to 15.12*	2
FINANCIAL LEVERAGE & CAPITAL STRUCTURE POLICY (Ch. 16) ALL TOPICS from 16.1 to 16.10*	3
DIVIDEND POLICY (Ch. 17) ALL TOPICS from 17.1 to 17.8*	2

*Refer to the required textbook for details

GRADE DISTRIBUTION

Assessment #	Assessment Task	Week	Proportion of Final Assessment
1	First Exam (CH: 9,10,11,14)	9	40%
2	Excel Exam	11	10%
3	Final Exam	16	40%
4	Attendance, Participation & Quizzes		10%

Assignments: The assignment consists of questions and problems from the textbook.

Quiz: The quiz consists of some brief and direct questions. The time allotted for the quiz will not exceed 15 minutes.

Exams: There will be mid-term exams and a final exam for this course, and they will account for 80% of the final grade. **The first exam will be on Tuesday 22/2/1438 corresponding to 22/11/2016 from 3 to 5 pm.**

CLASS RULES

1. Please switch off your mobile phones.
2. Please refrain from talking after entering the class.
3. Remain in class during the entire class period.
4. There is no make-up exam.
5. Copying another student's work is plagiarism. This will not be tolerated.
If discovered both students (the student that copied, and the student whose work is copied) will receive a zero grade.