



COURSE TITLE : **BUSINESS FINANCE 2**

COURSE NUMBER : FIN 220

CREDITS : 3

PREREQUISITE : FIN 210

ECTS CREDITS : 6

OFFERED : FALL, SPRING & WINTER

SEMESTER HOURS : 45

**COURSE DESCRIPTION :**

A continuation of the first semester course that provides a solid foundation in fundamental business finance theory and practice. The course introduces such basic concepts as securities markets, interest rates and risk/return valuation models. In addition, the course concentrates on how managerial finance can be used to maximize the value of the firm.

**INSTRUCTIONAL METHODOLOGY :**

The course consists of class lectures, oral case analysis presentations and tests. Will be covered in class :

- Introduction & Review
- Cash flow estimation & risk analysis
- Capital structure & leverage
- Distributions to shareholders ; dividends & share repurchases
- Managing current assets
- Financing current assets
- Derivatives & risk management
- Multinational financial management
- Hybrid financing ; preferred stock, leasing, warrants & convertibles
- Mergers, LBOs, derivatives & holding companies

TEXT : ***Fundamentals of Corporate Finance***, Brealey/Myers, 6<sup>th</sup> Ed McGraw Hill Int., 2008

**EVALUATION :**

The final grade will be made up of class participation (20%), a mid-term test (40%) and the final examination (40%).