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**King Saud University**

**College of Business Administration**

**Finance Department**

**COURSE SYLLABUS**

**FIN 210- CORPORATE FINANCE (3 Cr Hrs) – Prerequisite: FIN 200**

**First Semester 1435/1436 A.H. (Fall 2014)**

**Instructor: Dr. Turki SF Al-Zomaia.**

**Office**: **S43**

**Email : alzomaia@ksu.edu.sa**

**Office Hours** Sunday and Tuesday 9:00 AM - 10:00 AM or/and by an appointment.

**Required Text:**  Ross, Stephen, Randolf Westerfield and Bradford Jordan, *Fundamentals of Corporate Finance*, 9th Edition or the latest edition, McGraw-Hill.

A study of the financial manager in executive decision making, involving the capital investment and capital budgeting decision-making and practices in business enterprises. The focus is on fundamental principles of modern financial theory, so the approach is rigorous and analytical.

**Learning Outcomes**

Students who complete this course should be able to:

* 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
* Appreciate the effect of financial leverage

Chapters to be covered (order of the subject is subject to change)

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| --- | --- |
| **Chapter 09** | NET PRESENT VALUE AND OTHER INVESTMENT CRITERIA |
| **Chapter 10** | MAKING CAPITAL INVESTMENT DECISIONS |
| **Chapter 11** | PROJECT ANALYSIS AND EVALUATION |
| **Chapter 14** | COST OF CAPITAL |
| **Chapter 15** | RAISING CAPITAL |
| **Chapter 16** | FINANCIAL LEVERAGE AND CAPITAL STRUCTURE POLICY |
| **Chapter 17** | DIVIDENDS AND DIVIDEND POLICY |

**Calculators:**

Financial calculators are allowed during lectures and tests. However, devices with word processing capabilities (laptop computers, palmtops, etc.) are not allowed during tests.

Handing over the calculators is strictly prohibited. No cell phone is allowed for calculation.

**Grading and schedule**

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|  | Grades | Agenda and time | Room |
| First midterm | 20% | Thursday, 23/10/2014, 2:00PM - 3:30PM |  |
| Second midterm | 25% | Thursday, 27/11/2014, 2:00PM - 3:30PM |  |
| Quizzes | 10% |  |  |
| Attendance | 5% |  |  |
| Final exam | 40% |  |  |

**Exams**

Examinations will be a combination of ***multiple choice questions*, *short essays, T-F-U/explain essays, and problems*.**

For all tests, you need to choose the best answer if questions are multiple choices questions. And *you need to show your steps and all the details if questions are essays or problems*.

NO MAKE UP EXAMES.

**General rules:**

* Attendants will be taken at the beginning of the class (first two minutes of the lecture).
* No food or drinks allowed (except water), no gums.
* Please put your cell phone in the silent mode during the lecture.