

Minnesota State University Moorhead

FINC 340: Financial Management

A. COURSE DESCRIPTION

Credits: 3

Lecture Hours/Week: 3

Lab Hours/Week: 0

OJT Hours/Week: *.*

Prerequisites:

This course requires the following prerequisite

MATH 234 - Introduction to Probability and Statistics

Corequisites: None

MnTC Goals: None

Students are introduced to the principles of finance. Basic issues of business finance including investment, financing and dividend policies are explored. Students learn about the functioning and regulations of financial markets. Students must have Junior standing.

B. COURSE EFFECTIVE DATES: 06/01/1995 - Present

C. OUTLINE OF MAJOR CONTENT AREAS

1. Financial Management Process
2. Risk and Return
3. Cost of Capital and Capital Structure
4. Dividends and Dividend Policy
5. Financial Statements and Cash Flows
6. Time Value of Money
7. Discounted Cash Flows
8. Interest Rates and Bond Valuation
9. Equity Markets and Stock Valuation
10. Net Present Value and Other Investment Criteria
11. Capital Investment Decisions
12. Capital Markets History

D. LEARNING OUTCOMES (General)

1. Interpret the financial management process.
2. Compute and analyze free cash flow of a firm.
3. Apply the time value of money concepts in various situations.
4. Compute the asset valuation framework for bonds.
5. Perform the asset valuation framework for stocks.
6. Implement Net Present Value and other investment criteria.
7. Estimate capital budgeting proposals by generating pro forma financial statements and cash flows.
8. Recognize capital market history.
9. Prepare the capital asset pricing model to estimate required return on investments.
10. Estimate the cost of capital for a corporation.
11. Analyze effects of alternative capital structure proposals.
12. Interpret effects of alternative dividend policies.

E. Minnesota Transfer Curriculum Goal Area(s) and Competencies

None

F. LEARNER OUTCOMES ASSESSMENT

As noted on course syllabus

G. SPECIAL INFORMATION

None noted