

## Corporate Finance Finansieringsteori

7.5 credits

7.5 högskolepoäng

---

**Ladok Code:** A1FT1C

**Version:** 4.0

**Established by:** Utskottet för utbildningar inom ekonomi och arbetsliv 2017-04-12

**Valid from:** Autumn 2017

**Education Cycle:** First cycle

**Main Field of Study (Progressive Specialisation):** Business Administration (G2F)

**Disciplinary Domain:** Social sciences

**Prerequisites:** Passed courses of 60 ECTS, including 7.5 ECTS in Financial planning or equivalent

**Subject Area:** Business Administration

**Grading Scale:** Seven-degree grading scale (A-F)

---

### Content

This course provides students with specialised knowledge related to the three main tasks of a CFO; investment decisions, financing decisions and cash management. The course is based on a lecture series supplemented with exercises, whose content is processed by means of practical assignments, mostly calculational in nature. The main course components are as follows:

- Calculation of expected return and risk
- Portfolio and market theory
- Capital structure and dividend policy decisions
- Methods of capital budgeting and valuation techniques
- Financial options and option valuation
- Risk Management
- Company acquisitions and mergers

### Learning Outcomes

On completing the course, students should be able to:

#### *Knowledge and understanding*

- 1.1 account for and critically review theory development in the field of financing regarding risk and return assessments in connection with the valuation of companies and their financial assets, based on the company's external relations,
- 1.2 describe and explain the concept of Capital Asset Pricing Model and the principles for capital structure decisions,
- 1.3 account for fundamental principles for financial option valuation,

#### *Competence and skills*

- 2.1 perform assessments, calculations and analyses of financing problems to which a company is exposed, for example, its selection of capital structure, dividend policy and various financing forms,
- 2.2 apply various capital budgeting methods and

#### *Judgement and approach*

- 3.1 by means of financial theory, critically assess and value financing problems in companies as regards the selection of capital structure, dividend policy, merger and acquisition strategies, and various forms of financial transactions affecting the stability of companies' operational activities.

### Forms of Teaching

Lectures and exercises. The teaching is conducted in English if non-Swedish speaking students are participating.

## **Forms of Examination**

The course is examined by means of written examination (intended learning outcomes 1.1 to 3.1, inclusive), which is graded according to a seven-point grading scale (A-F). The examination grade determines the grade for the entire course.

Students' rights and obligations in relation to examinations are set out in guidelines and regulations at the University of Borås.

Student rights and obligations at examination are in accordance with guidelines and rules for the University of Borås.

## **Literature and Other Teaching Methods**

The course literature is in English.

Berk, J. & DeMarzo P. (2016). *Corporate Finance*. (Global Edition), New York: Pearson.

Further course literature and other study material is provided/referenced via the learning platform (max 200 pages).

## **Student Influence and Evaluation**

The course is evaluated in accordance with current guidelines for course evaluations at the University of Borås, which are intended to obtain the views of students. The course evaluation report will be published and feedback provided to participating and prospective students in accordance with the above-mentioned guidelines, and will underlie the future development of courses and programmes.

The course director is responsible for performing an evaluation in accordance with the above.

## **Miscellaneous**

The course is part of the Business Administration programme and the Bachelor of Science in Business Administration and is also given as a freestanding course.

This syllabus is a translation from the Swedish original.