

Faculty of Arts and Social Science Business Administration

Syllabus

Corporate Finance

Course Code: FEGB45

Course Title: Corporate Finance

Investering och finansiering

Credits: 6

Degree Level: Undergraduate level

Progressive Specialisation: First cycle, has less than 60 credits in first-cycle course/s as entry

requirements (G1F)

Major Field of Study:

FOA (Business Administration)

Course Approval

The syllabus was approved by the Faculty of Arts and Social Science 2016-03-14, and is valid from the Autumn semester 2016 at Karlstad University.

Prerequisites

Admission to the Real Estate Management programme SGFEK and Business Administration 24 ECTS cr or to the IT Design programme with an emphasis on business systems and economy (SGITD-AFEK) and the course FEGA01 Business Administration I, 30 ECTS cr, or equivalent

Learning Outcomes

Upon completion of the course, students should be able to:

- demonstrate good theoretical knowledge and command of terminology in the area of corporate finance.
- understand the importance of models of financial markets and how they apply to business administrative decision-making,
- perform value assessment from a financial perspective,
- use models and quantitative methods for assessing investments and financial decisions, and
- give an account of the relation between risk and yield.

Content

The course has a focus on decisions that have long-term consequences regarding investments and financing. Methods of profitability analysis are treated. Key factors to consider are risk, the value of money through rates of interest and other financial impact factors. The factors affect the choice of decision criteria and are central to corporate financial decisions. Capital structure and solidity objectives are also important for the understanding of what impacts on company value as are aspects of the conditions to which a company is subjected on the financial market and how estimates and decisions can be made in the best interest of the company. The mandatory hand-in assignments build on the use of a computer for calculations and involves drawing up a decision proposal.

Reading List

See separate document.

Examination

Assessment is based on a written exam and on a group assignment presented and discussed at a mandatory seminar.

Grades

One of the grades Distinction (VG), Pass (G), or Fail (U) is awarded in the examination of the course.

Quality Assurance

Follow-up relating to learning conditions and goal-fulfilment takes place both during and upon completion of the course in order to ensure continuous improvement. Course evaluation is partly based on student views and experiences obtained in accordance with current regulations and partly on other data and documentation. Students will be informed of the result of the evaluation and of any measures to be taken.

Course Certificate

A course certificate will be provided upon request.

Additional information

The local regulations for studies at the Bachelor and Master levels at Karlstad University stipulate the obligations and rights of students and staff.