

Capital University of Economics and Business

Overseas Chinese College

Course Syllabus

<u>Year and Semester</u>	2020 Spring (March 2, 2020— July 12, 2020)
<u>Course Name</u>	Advanced Financial Management
<u>Course Code</u>	ACCAP4
<u>Course Type</u>	<input type="checkbox"/> General Education (Required) <input type="checkbox"/> General Education (Elective) <input type="checkbox"/> Professional Course (Required) <input checked="" type="checkbox"/> Professional Course (Elective) <input type="checkbox"/> Basic Disciplinary Course
<u>Course Credits</u>	4
<u>Course Hours</u>	60
<u>Prerequisites</u>	ACCA F9
<u>Instructor</u>	Manqiu Wei (Eunice Wei)
<u>Contact Information</u>	Office: C203 Tele: (010)8395 1085 Email: eunicewei2013@163.com
<u>Office Hour</u>	M 13:30-15:30 T 13:00-15:00 F 13:00-15:00
<u>Learning Centre</u>	M 18:00-20:00 TH 10:00-12:00
<u>Grade/Section</u>	2017ACCA Y01/02
<u>Course Time/Place</u>	M: 10:10—12:00 / BX206 M:8:00—9:50 / BX206
<u>Textbook</u>	ACCA Advanced Financial Management, BPP Learning Media,2020, ISBN 978-1-5097-1681-4

Reference Books

1. Stephen A. Ross. *Corporate Finance, 11th Edition*, China Machine Press, Beijing, ISBN: 978-7-111-58856-6

Course Description

The aim of this course is to develop students' ability to apply advanced financial knowledge and skills, to exercise the professional judgment expected of a senior financial adviser in making financial management decisions. Core areas covered in this course include advanced investment appraisal, mergers and acquisitions, interest rate risk management techniques.

Student Learning Objectives

After completing this course, students should be able to:

- Explain the role of the senior financial advisor in the multinational organization;
- Apply discounted cash flow techniques;
- Explain the impact of financing on investment; understand valuation and free cash flow;
- Apply appropriate valuation methods in mergers and acquisitions;
- Apply financial derivatives to hedge against interest rate risk.

Website Source

- 1 <http://www.wind.com.cn>
2. <http://www.sse.com.cn>
3. <http://www.ftchinese.com>

Teaching Methods

This course contains lectures, class discussions, homework, quizzes, presentation and exams. Textbook content will be introduced first. Then real case and practice questions will be delivered to students as a way to test their understanding of the knowledge. This will require individual or group assignment in or after class.

Grade Criterion

Component	Weight	Description
Final Exam	40%	A cumulative final examination will be given based on all of the contents of the class. The exam paper may be composed of multiple-choice questions, short answer questions, essay questions, problems. Students should rely primarily on homework assignments to give them a sense of what they may see for material on exams.
Mid-Term Test	0%	N/A
Homework	15%	Most of the assigned homework is taken from the Exercises in the textbook. Assignments will be collected at the clearly stated date. Late assignments will not be accepted. The graded assignments will be kept by the tutor for reference and won't be returned to students.
Quizzes	15%	There will be at least 2 quizzes during the semester. Quizzes may or may not be announced in advance. It may also be used as a way to check the attendance. Quizzes will test your knowledge of both concepts and the application of those concepts.
Presentation	10%	The students will be divided into several groups to prepare a presentation. Each student is required to be involved in the presentation. The topics can be selected from the textbook or lectures or course related materials. Each group needs to finish a PPT related to the topic which is given and hand in the related resources to the teacher before the presentation.
Participation	10%	Individuals will be asked to participate individually in a question and answer at least 5 times during the semester. The performances should be counted in their participation.
Attendance	10%	Refer to attendance policy listed below
Total	100%	

Detailed Grade Computation

	Before Midterm	After Midterm
Attendance	5%	5%
Participation	5%	5%
Homework	5%	10%

Quizzes	5%	10%
Presentation		10%
Midterm test	0%	
Final exam		40%
Total	20%	60%

Grading Policy

A+ 97-100	A 93-96	A- 90-92	B+ 87-89	B 83-86	B- 80-82
C+ 75-79	C 70-74	C- 67-69	D+ 63-66	D 62-60	F 0- 59

Exam Schedule

Final Exam: June 15-19, 2020

Assessment of Student Performance

☞ Self-Study and Reading ability Practice

Instructor will give out the chapters or the reference books to read and use class hours to have discussion; students should be able to show a proactive attitude and ability for self-study and reading. Knowledge and oral English will be elements of homework or presentation score.

☞ Homework

Students should finish their homework by themselves. Copying from others will be treated as cheating and the homework scores will be lowered. Students should hand in all assignments on time. Late assignments will be accepted at the discretion of the instructor (i.e., when the student was ill or had an excused absence). Late assignments without reasonable proof will be reduced in score by 50%.

☞ Attendance

Because the course covers a great deal of material, attending every class session is very important for performing well.

- ◆ Being late for 15 minutes or more is considered an absence.
- ◆ Five hours or above of unexcused absences will result in the lower level of the final grade by one grade band (e.g. from C – to D +). Any excused absence must be discussed directly with the teacher.
- ◆ Absence which is more than 1/3 of the total teaching hours will cause an F (a failing grade) directly.
But students are welcome to continue attending classes.
- ◆ An incomplete grade (I) will be considered in case of medical or family emergencies.

☞ Participation

- ◆ Students should participate in classes actively. Half of participation grade is determined by their presentation in class. They are encouraged to ask questions relevant to the subject and express their own opinions. Every student should respect the ideas, opinions, and questions of their classmates.
- ◆ Students should also use office hours to ask questions or talk with the instructor for good communication and effective learning.
- ◆ Frequent visiting the instructor and chatting in English during office hours is highly

recommended.

- ♦ Any misbehavior and non-class related activities in class will result in the lower level of the participation grade, including ringing cell phones.
- ♦ All above behaviors will be solely evaluated by the instructor for scoring.

☞ Textbook

Students must bring the textbook to class.

Topical Course Outline

Week	Date	Topics	Homework
1	Mar.2	<ul style="list-style-type: none"> ● Syllabus ● Chapter 3 Discounted cash flow techniques 1 Recap of Net present value 2 Cost of capital 	—
	Mar.4	<ul style="list-style-type: none"> 3 Techniques for analyzing risk and uncertainty 4 Modified internal rate of return (MIRR) ●Comprehensive Exercises and explanations 	—
2	Mar.9	<ul style="list-style-type: none"> ● Chapter 5 International investment and financing decisions 1 Discussion of interest rate parity and purchasing power parity 2 Transaction, translation and economic risks 3 Forecasting cash flows from overseas projects 	—
	Mar.11	4 Alternative approaches to international investment appraisal	—
3	Mar.16	●Comprehensive Exercises	—
	Mar.18	●Comprehensive Exercises	—
4	Mar. 23	<ul style="list-style-type: none"> ● Chapter 6 Cost of capital and changing risk 1 Cost of capital 2 CAPM 3 Project-specific cost of capital 	—
	Mar. 25	<ul style="list-style-type: none"> 4 Theories of capital structure 5 The adjusted present value (APV) method 	—
5	Mar.30	●Comprehensive Exercises	—
	Apr.1	●Comprehensive Exercises	—
6	Apr.6	Qing Ming Festival (tentative)	
	Apr.8	<ul style="list-style-type: none"> ● Chapter 8 Valuation for acquisitions and mergers 1 Asset-based models 2 Market-based models 3 Cash-based models 	—
7	Apr.13	<ul style="list-style-type: none"> 4 Forecasting a firm's free cash flow 5 Free cash flow to equity 	
	Apr.15	●Comprehensive Exercises	—
8	Apr.20	●Comprehensive Exercises	
	Apr.22	<ul style="list-style-type: none"> ● Chapter 10 Financing acquisitions and mergers 1 Methods of financing mergers 2 Assessing a given offer 3 Effect of an offer on financial position and performance 	—
9	Apr.27	Labor Day Holiday (tentative)	—
	Apr.29	●Comprehensive Exercises	—
10	May.4	<ul style="list-style-type: none"> ● Chapter 13 Managing interest rate risk 1 Interest rate risk 	—

		2 Hedging with forward rate agreements (FRAs) 3 Interest rate futures	
	May.6	●Comprehensive Exercises	—
11	May.11	4 Interest rate options	—
	May.13	●Comprehensive Exercises	—
12	May.18	●Comprehensive Exercises	
	May.20	●Comprehensive Exercises	—
13	May.25	● Revision	—
	May.27	● Revision	
14	June.1	● Presentation (Global Exam)	
	June.3	● Presentation (Global Exam)	
15	June.8	● Presentation	
	June.10	● Presentation	

Note: Some chapters or sections may leave for self-study, this is the students' duty to learn and understand, they may also be included in the quizzes or exams.

A review in Chinese may be held during L.C. and O.H. in the semester.

Teacher's Office Hour

- ◆ The instructor's office hour is shown in the front of the office door.
- ◆ Students are suggested to use the instructor's office hour and learning center to ask questions or talk with the instructor once at least per week for good communication and effective learning, which is recorded in the students' participation.
- ◆ The time can be scheduled by instructors or students, or both.

Cheating and Plagiarism

Cheating is not tolerated. Any student caught cheating on a quiz; test or exam will be given a mark of zero (0) for the particular work. At the beginning of the semester the definition of plagiarism will be carefully explained, when any thoughts or writings of another person are used, they must be clearly identified (usually one uses quotation marks) and the source notes. **If any student is caught cheating on any homework assignment, the highest score the student can earn in that course is a "C".**

Important Dates

Spring Semester, 2020	March 2, 2020— July 12, 2020
March 2	Classes Begin
April.5	Qing Ming Festival (tentative)
Apr.17	Spring Sports
May.1	Labor's Day Holiday (tentative)
June 15-19	Final Exam Period
June 25	Dragon-Boat Festival

Note: This syllabus is tentative and may be changed or modified throughout the semester. All students will be notified and a new syllabus will be given.

Instructor: Eunice Wei

Department Head: _____

