

Study program: Economics; Business Economics and Management			
Type and level of study: Undergraduate studies (first level)			
<b>Course:</b> Corporate Finance			
<b>Teacher in charge:</b> Predrag Stančić, Milan Čupić			
Language of instruction: English			
ECTS: 7 (seven)			
Prerequisites: /			
Semester: Summer			
<b>Course objective:</b> We will transfer to students the theoretical knowledge necessary for understanding the corporate finance basics and the implications of managers' investment and financial decisions on corporate value. We will help students develop skills to apply appropriate analytical and quantitative techniques in the process of financial management. We will discuss financial performance evaluation, risk management, capital budgeting, investment project evaluation, working capital management, alternative financial sources, securities valuation, cost of capital, capital structure theories and derivative instruments.			
<b>Learning outcomes:</b> Upon the completion of the course, students will be able to: - independently evaluate financial performance of the company, - plan and control cash flows of the company, - value securities (bonds, shares, etc.), - identify, evaluate and select financial sources, - estimate cost of capital, - evaluate and rank alternative investment projects, - manage and control working capital and - evaluate the impact of financial decisions (capital structure and dividends) on company value.			
<b>Content of the course:</b> <b>Lectures:</b> Introduction to Corporate Finance, Financial analysis and planning; Risk and portfolio analysis; Financial instruments evaluation; Cost of capital estimation; Financial management of working capital; Financial evaluation of investment projects; Capital budgeting under risk and uncertainty; Financial markets and alternative financial sources; Derivative instruments (warrants, stock options etc.); Leasing; Capital structure theories. <b>Practical teaching:</b> Lab classes, case studies, student papers, other methods of teaching.			
<b>Literature:</b> - Brealey, R. A., Myers, S. C., Allen, F. (2016) Principles of Corporate Finance, McGraw Hill. - Berk, J., DeMarzo, P. (2007) Corporate Finance, Pearson International Edition.			
<b>Hours of active teaching</b>			<b>Other classes: 0</b>
Lecture: 45	Practice: 30	Other forms of classes: 0	Independent work: 0
<b>Teaching methods:</b> Professor's lectures, case studies, discussions, analysis of current developments in capital markets.			
<b>Examination methods (maximum 100 points)</b>			
<b>Exam prerequisites</b>	<b>No. of points:</b>	<b>Final exam</b>	<b>No. of points:</b>
Student's in-class activity	2	Written test	55
Tests	40		
Seminar	3		
Project	0		
<b>Grading System</b>			
<b>Grade</b>	<b>No. of Points</b>	<b>Description</b>	
10	91-100	Excellent	
9	81-90	Exceptionally good	
8	71-80	Very good	
7	61-70	Good	
6	51-60	Passing	
5	0-50	Failing	