

Study program: Business Economics and Management			
Type and level of study: Master studies (second level)			
Course: Corporate Financial Restructuring			
Teacher in charge: Predrag Stančić, Milan Čupić			
Language of instruction: English			
ECTS: 8 (eight)			
Prerequisites: /			
Semester: Winter semester			
<p>Course objective: We will transfer to students the theoretical knowledge necessary for understanding the corporate financial restructuring and the implications of corporate governance and financial performance for the choice of a specific restructuring strategy. We will help students develop skills to apply appropriate analytical and quantitative techniques in the process of corporate financial restructuring. We will discuss corporate objectives, corporate governance, financial performance evaluation, as well as various business and financial restructuring strategies and their implications for financial performance and market value of a corporation.</p>			
<p>Learning outcomes: Upon the completion of the course, students will be able to:</p> <ul style="list-style-type: none"> - identify and evaluate the reasons for initiating corporate restructuring; - choose value maximizing corporate restructuring strategy; - evaluate the effects of alternative divestiture strategies; - point out key aspects and evaluate financial effects of the LBO and LR transactions; - identify basic share buyback methods, their financial effects and value sources; - identify and evaluate strategic options of financially distressed corporations; - explain employee stock ownership plans. 			
<p>Content of the course: Lectures: Corporation objectives; Corporate governance; Financial performance evaluation; Corporate structures and restructuring; Initiating corporate restructuring; Corporate divestiture strategies (sell-off, spin-off, split-off, spin-out, ECO, split-up, tracking stocks, etc.); Mergers and acquisitions; Leverage Buy Outs (LBOs) and Leveraged Recapitalizations (LRs); Stock buybacks; Restructuring in bankruptcy; Employee Stock Ownership Plans Practical teaching: Lab classes, case studies, student papers, other methods of teaching.</p>			
<p>Literature:</p> <ul style="list-style-type: none"> - DePamphilis, D. M. (2010) <i>Mergers, acquisitions, and other restructuring activities: an integrated approach to process, tools, cases, and solutions</i>, Elsevier Academic Press. - Weston, J. F., Mitchell, M. L., Mulherin, J. H. (2004) <i>Takeovers, Restructuring, and Corporate Governance</i>, Upper Saddle River. 			
Hours of active teaching			Other classes: 0
Lecture: 30	Practice: 30	Other forms of classes: 0	Independent work: 0
Teaching methods: Professor's lectures, case studies, discussions, analysis of current developments in capital markets.			
Examination methods (maximum 100 points)			
Exam prerequisites	No. of points:	Final exam	No. of points:
Student's in-class activity	5	Written test	60
Tests			
Seminar	20		
Case study	15		
Grading System			
Grade	No. of Points	Description	
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	