

KING FAHD UNIVERSITY OF PETROLEUM & MINERALS
College of Industrial Management
Department of Finance & Economics

Course Syllabus

Financial Management I
FIN 301 Sections 01 and 02
First (Fall) Semester (Term 081)

Instructor: Dr. Mohammed Alzahrani	Office: B24-248
Phone: 860-1626	Fax: 860-2585
Class Hours: Section 01: UT 01:10 PM – 02:25 PM Section 02: UT 03:20 PM – 04:35 PM Class Location: Section 01: B24-174 Section 02: B24-129	Office Hours: Sunday 11:30AM – 1:00PM Tuesday 11:30AM – 1:00PM Other times by appointment
E-mail: mfaraj@kfupm.edu.sa	Web: http://faculty.kfupm.edu.sa/FINEC/mfaraj Check the course material on Balckboard/WebCT https://webcourses.kfupm.edu.sa/

Prerequisites: ACCT 202 and ECON202

Required Materials:

Text: *Fundamentals of Corporate Finance*, by Brealey, Myers, and Marcus, 5th Ed., McGraw-Hill, 2007.

Calculator: Financial calculator is required. The Texas Instruments BA II Plus or BA II Plus Professional is recommended but you can also bring Sharp FC 200.

Optional Materials: *The Wall Street Journal* is highly recommended for awareness of business and finance current events and will enrich class discussion. *Business Week*, *The Economist*, *Barron's*, *Forbes*, *Fortune* are also excellent business publications. The student CD that accompany your book is quite interesting and provides useful resources and we blinks.

Purpose: To provide the student with the basic knowledge of concepts, problem-solving techniques, and applications of financial management. These fundamentals of finance are used in decision-making of business firms and personal money management. Operational financial topics include allocation of funds, asset management, and policy determination and analysis of financial environment.

Attendance: Attendance is expected. Students will be able to grasp the subject matter better if they have good attendance and are attentive in class. Additional study outside of class and homework (especially solving problems) are a prerequisite for earning good grades. Part of your course grade might come from attendance quizzes. Attendance quizzes are random checks of attendance. They may occur at any point in time during class.

Excessive Absences: A grade of “DN” will be given for more than 6 unexcused absences.

Examinations: There will be two exams and a final examination. Each in-class exam will be worth 20 points. Exams will be mostly objective (multiple choice and numerical calculations). Subjective questions will also be used where appropriate. The final exam will be worth 30 points. It is a comprehensive exam.

SPECIAL NOTE: Examinations are the property of the Finance Department. You will receive a grade of zero on the exam if you do not return the exam after reviewing your grade or if you leave the classroom with the exam at any time.

Exams will be announced at least a week in advance, but a tentative schedule is attached. More information will be given about exams as they approach, however, you may not use cell phones, pagers, PDAs, or other multifunction devices as calculators during the exams or quizzes. In addition, you may not share calculators for exams or quizzes. No Exceptions!!.

Students must bring their Student Identification Card, scantron sheet; number two pencil, and financial calculator. You will be provided a formula sheet for the semester. This formulae sheet will be attached to every exam you will have in this class. The formula sheet will be collected with the exam.

Make-Up Exams:

No make-up exams will be given – even for illness or any other absence. If you miss any exam(s), the final will count 50 points maximum.

Quizzes and Homework: 3 quizzes will be given during the semester for a total of 10 points. The quizzes will focus on the material since the last quiz/exam and will be based primarily on assigned homework. It is advisable for you to do all the homework assignments. Homework may not be collected or graded. You are welcome to ask questions about homework in class after you have made a sincere effort to do the assignment. Quizzes may not be made up under any circumstances. Quizzes are graded on a ‘one-less-than-given’ basis. That is, you miss one quiz, it is still possible to get all the quiz points

Extra Credit: The instructor reserves the right to assign extra credit work whenever needed.
Just do not ask for one.

Grades: Final grades will be based on a 100 point total.

In-Class Exams (2)	40
Final Exam	35
Best 2 Quizzes	10
Attendance, Participation, and other assignments	<u>15</u>
Total Points	100

Class average on exams will be adjusted UP to 70% if necessary (no downward adjustments).

Drop Policy: The official university policy will be followed. Be aware of these dates:
Tuesday, Oct. 21, last day to drop the course with no record
Tuesday, Nov.18, last day to drop the course with an automatic “W”

Academic Dishonesty and Misconduct: The university policy will be followed. Cheating will not be tolerated.

Additional Policies:

- Exam scores or grades will not be given out over the phone.
- Cell phones, pagers and other electronic devices must be turned off during the class. Repeated interruption from these items will run the risk of dismissing the student from the class or the items being confiscated.
- Class will begin on time. If you are late, make every effort to minimize disruption to other students.
- You are responsible for all material presented in class. If you miss any material because of absence or tardiness, you should ask another student for notes.
- Office hours are specifically for the purpose of addressing questions and problems related to class and are reserved for students. Times other than posted for office hours are by appointment, but are available.

FIN 301-UT First Semester (081) TENTATIVE SCHEDULE			
Date	Topic	Ch.	Notes
Sun, Oct 12	The Corporation and the Financial Manager	1	
Tue, Oct 14	NO CLASS		
Sun, Oct 19	The Corporation and the Financial Manager (cont'd)	1	
Tue, Oct 21	Why Corporations need Financial Markets and Institutions	2	
Sun, Oct 26	Why Corporations need Financial Markets and Institutions (cont'd)	2	
Tue, Oct 28	Accounting and Finance	3	
Sun, Nov 02	Accounting and Finance (cont'd)	3	
Tue, Nov 04	Accounting and Finance (cont'd)	3	
Sun, Nov 09	Financial Statement Analysis	17	Quiz1 (Ch1,2,3)
Tue, Nov 11	Financial Statement Analysis (cont'd)	17	
Sun, Nov 16	Financial Statement Analysis (cont'd)	17	
Tue, Nov 18	Time Value of Money	4	
Sun, Nov 23	Time Value of Money (cont'd)	4	
Tue, Nov 25	Time Value of Money (cont'd)	4	
Sun, Nov 30	EXAM 1 (Ch. 1,2,3,17)		In Class Exam
Tue, Dec 02	Time Value of Money (cont'd)	4	
Sun, Dec 07	Eid Break		
Tue, Dec 09	Eid Break		
Sun, Dec 14	NPV and other Criteria	7	
Tue, Dec 16	NPV and other Criteria (cont'd)	7	
Sun, Dec 21	NPV and other Criteria (cont'd)	7	
Tue, Dec 23	Using Discounted Cash Flows to Make Investment Decisions	8	
Sun, Dec 28	Using Discounted Cash Flows to Make Investment Decisions (cont'd)	8	Quiz2 (Ch7,8)
Tue, Dec 30	Using Discounted Cash Flows to Make Investment Decisions (cont'd)	8	
Sun, Jan 04	EXAM 2 (Ch. 4,7,8)		In Class Exam
Tue, Jan 06	Project Analysis	9	
Sun, Jan 11	Project Analysis (cont'd)	9	
Tue, Jan 13	Short-Term Financial Planning	19	
Sun, Jan 18	Short-Term Financial Planning (cont'd)	19	Quiz 3 (Ch 9,19)
Tue, Jan 20	Working Capital Management	20	
Sun, Jan 25	Working Capital Management (cont'd)	20	
Tue, Jan 27	Review		
Wed, Feb 04	Final Exam (Comprehensive) at 7:30 AM		
Sat, Feb 14	Grades Due (at 3 PM)		