



EASTERN MICHIGAN UNIVERSITY
Department of Accounting and Finance



FIN 620: Financial Administration Policy

DESCRIPTION: This course stresses the role of finance in strategic decision making with a view to enhance shareholders' value. Uses the case method of instruction. Topics covered include working capital management, capital budgeting, financing, investment banking, mergers and acquisition, an international finance.

TEACHING METHODS: Lectures, case method, outside reading, problems

TEXTBOOK: *Case Problems in Finance*, Kester, Ruback and Tufano, 12th ed. 2005, McGraw-Hill/Irwin
Course Pack of Cases from Harvard Business School, FIN 620, McGraw Hill-Irwin
Financial Management: Theory and Practice, E.F. Brigham and M.C. Ehrhardt, Dryden 11th Ed.

PREREQUISITES: FIN 502

PREREQUISITE TO: MGMT 696

OBJECTIVES	TOPICS
<p>At the end of this course, students will learn to determine how each of the following topics affect the value of a firm and its performance:</p> <ol style="list-style-type: none"> 1. Analysis of a firm's financial statements 2. Analysis of a firm's capital budgeting decisions 3. Integration of a firm's working capital decisions with capital budgeting decisions 4. Determining a firm's appropriate capital structure 5. Valuation of firm's equity and bond financing options 6. Analysis of a firm's investment and financing decisions 7. Determining the impact of risk on all of a firm's financial decisions 	<ul style="list-style-type: none"> • Measuring firm performance • Investment analysis • Forecasting growth • Valuation • Cost of capital issues • Acquisition analysis, dividend policy, debt policy • Cost of capital, divisional hurdle rate, and capital asset pricing model • Valuation – initial public offering (IPO) • Divestiture • Merger • Bankruptcy

Draft: 06/01/08 This course fact sheet provides an overview of course content. More specific information is available in the University catalog and detailed syllabus for a course.