



HANYANG UNIVERSITY

Hanyang International Summer School

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| Faculty Information | Name | Minwoo Lee | | | | |
| | E-mail | mkwmllee@gmail.com | | | | |
| | Home University | Western Kentucky University | | | | |
| | Department | Gordon Ford College of Business | | | | |
| | Homepage | | | | | |
| Course Information | Class No. | TBA | Course Code | | Credits | 3 |
| | Course Name | Financial Management and Decision-Making | | | | |
| | Lecture Schedule | Mon-Thu / | | | | |
| | Course Description | <p>This is an <u>introductory</u> course that presents the basic principles used in financial management and various decisions in applying the principles in financing, capital budgeting and security-investing decisions. These principles are characterized in time value of money and relation between risk and return. Once the students acquire the basic knowledge on these principles, they will learn how to apply their knowledge to the valuation of stocks and bonds, financial planning, capital budgeting, long-term financing, capital structure, and dividend policy and risk management.</p> <p>* Upon completing this course the students ought to be able to make important decisions regarding which project to take, and if so, when; how to finance a project; how much of payouts, in what form, to make; how much debt to carry; and how to hedge away potential risks associated with basic operations of a firm. This course also lays foundation for more advanced investment and corporate finance courses.</p> <p>Field Trip / Invited Speaker</p> <p>Depending on the schedule and students' interest, the instructor may be able to arrange a 2-3 hour field trip for the students to get the "feel" of the financial market/industry. Students have an opportunity of hearing from financial experts about how financial markets functions, how to invest and employment opportunities as well. Alternatively, we can arrange to invite a financial expert to speak in class.</p> | | | | |
| | Course Objective | <ul style="list-style-type: none"> • Develop critical thinking skills of financial concepts • Familiarize with the types of the decisions that typically confront financial Managers and learn how to make various financial decisions | | | | |

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| | | <ul style="list-style-type: none"> Understand the risk–return relationship and time value of money in corporate investing and financing decisions and in financial investments Ensure that students are competent in the utilizing knowledge of analytical techniques commonly employed in the financial decision-making process | | |
| | Prerequisite | No prerequisite. | | |
| | Materials/Textbooks | <p>* Required: Lecture notes (chapter outlines), practice questions, solutions for homework, and other materials related to the course are provided by the instructor.</p> <p>* Recommended Textbook: Essentials of Corporate Finance, 10th ed. by Jordan, Westerfield and Ross, McGraw-Hill Irwin, 2020 (this edition is readily available internationally, very affordable and virtually the same as the most current one).</p> | | |
| Evaluation | Attendance | 10 % | Quiz | % |
| | Assignment | 15 % | Mid-term Exam | 35 % |
| | Presentation | % | Final Exam | 40 % |
| | Group Project | Extra Credit | Participation | Extra Credit |
| | Etc. | Evaluation Item | | Ratio |
| | | | | % |
| | | | | % |
| Daily Lecture Plan | Week 1 | Day 1 | Orientation & Opening Ceremony | |
| | | Day 2 | I. Overview of Financial Management and Decisions Ch. 1: Introduction to Financial Management | |
| | | Day 3 | <ul style="list-style-type: none"> Financial Decision Making Overview | |
| | | Day 4 | II. Valuation of Future Cash Flows Ch. 4: Introduction to Valuation: Time Value of Money Ch. 5: Discounted Cash Flows | |
| | Week 2 | Day 1 | Ch. 6: Application: Interest Rates and Bond Valuation | |
| | | Day 2 | Ch. 7: Application: Stock Valuation | |
| | | Day 3 | III. Capital Budgeting Decisions Ch. 8: Capital Budgeting: Decision Criteria | |
| | | Day 4 | Mid-Term Exam | |
| | Week 3 | Day 1 | <ul style="list-style-type: none"> Capital Budgeting Decision Making Applications | |
| | | Day 2 | IV. Risk and Return in Capital Market and Investing Decisions Ch. 10: Some Lessons from Capital Market History | |
| | | Day 3 | Ch. 11: Return, Risk, and the Security Market Line | |
| | | Day 4 | V. Cost of Capital and Financing Decisions Ch. 12: Raising Capital and Cost of Capital | |



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| | Week 4 | Day 1 | Ch. 13: Capital Structure and Financial Leverage |
| | | Day 2 | VI. Analysis on Consequences of Decisions: Financial Statements Ch. 2: Financial Statements and Cash Flows Ch. 3: Financial Statement Analysis |
| | | Day 3 | Special Session, Decision Making Games, and Comprehensive Review |
| | | Day 4 | Final Exam |