ATMA JAYA YOGYAKARTA UNIVERSITY BUSINESS DEPARTMENT

Course(s): Financial Management
Year / Stage: Summer Semester 2008

Course Code: KEU230
Effective Academic Year: 2007-2008

Lecturer Alexander Jatmiko Wibowo

Class Schedule Monday, 7 – 9:30 AM and Wednesday, 7 – 9:30 AM

Instructional Hours

Lecture (L): 60 minutes

Tutorial (T): 90 minutes

Practical (P): 60 minutes (outside class room)

Total: 210 minutes

Credit Units: 3 credit unit

Module Aims

This course studies corporate finance and capital markets, emphasizing the financial aspects of managerial decisions. The course touches on all areas of finance, including the valuation of real and financial assets, and corporate financing and dividend policy.

Teaching Methods / Learning Tasks

The module will be taught mainly through lecturing, tutorials, class discussion and assignments.

Means of Assessment

A. Mid Term Exam

B. Final Exam

C. Test and Quizzes

D. Assignment

100 points (25%)

100 points (25%)

100 points (25%)

100 points (25%)

Grading standard : A: >= 85%; B: 75% - 84,99%; C: 60% - 74,99%; D: 45% - 59,99%; E: less than 45%

Recommended Text

- 1. Arthur J. Keown, John D. Martin, J. William Petty, David F. Scott, Jr. (2005), *Financial Management*, 10th ed. Person-Prentice Hall.
- 2. Ross, Westerfeld, Jordan, (2003), Fundamentals of Corporate Finance, Sixth Edition, McGraw Hill.
- 3. DeMello, Jim; 2005; Cases Finance; Second Edition; McGraw Hill, Singapore.

References

- 1. Finance Magazines e.g. Kontan, InfoBank, Warta Ekonomi, Investor, etc.
- 2. Printed and Electronic Finance Journals e.g. Journal of Finance, Journal of Financial Economics, etc.

Websites/Blog

- 1. Course Blog: <u>www.finance230.wordpress.com</u>
- 2. Jakarta Stock Exchange, <u>www.jsx.co.id</u>; Surabaya Stock Exchange, <u>www.bes.co.id</u>; New York Stock Exchange, <u>www.nyse.com</u>; Bank Indonesia, <u>www.bi.go.id</u>; Bapepam, <u>www.bapepam.go.id</u>
- 3. Other financial sites e.q. yahoo finance, Chicago stock exchange, Valueline, Pefindo, etc.

Table of Specifications

		Abilities (%)			Total (0/)	
Topics		K	С	A/HA	Total (%)	
A.	Introduction	8	2		10	
B.	Understanding Basic Financial Statement Analysis	8	6	6	20	
C.	Understanding Time Value of Money	10	6	4	20	
D.	Understanding Valuation of Securities and Capital Budgeting	10	6	4	20	
E.	Understanding Long-term Financing Decision	9	7	4	20	
F.	Understanding Short-term Financing Decision	5	3	2	10	
	Total	50	30	20	100	

Notes:

- 1. The letters K, C, A/HA in the table of specifications denote respectively, the Knowledge, Comprehension, and Application/Higher than Application levels of Bloom's Taxonomy in the cognitive domain.
- 2. In the detailed syllabus which follows:
 - L: T: P denotes lecture hours, tutorial hours, and practical hours respectively.

Detailed Syllabus

Session	<u>Detailed Topics</u>	<u>Sources</u>	<u>L</u>	: <u>I</u>	:	<u>P</u>
1	Introduction to Financial Management	Ch. 1	90	60		
2	Understanding Financial Statements and Corporate Financial Performance	Ch. 2 and 3	60	90	6	60
3.	Introduction to valuation: Time Value of Money and Risk and Rates of Return	Ch. 5 and 6	60	90	6	60
4	Valuation of Bonds and Stock	Ch. 7 and 8	60	90	6	60
5	Investment in Long-term Assets: Cost of Capital and Project free cash flow	Ch. 10 and 12	75	75	6	60
6	Capital Budgeting Decision	Ch. 9	60	90	6	60
7	Managing for Shareholder Value	Ch. 13	60	90	6	60
8	Raising Capital and Analysis of Leverage	Ch. 14 and 15	75	75	6	60
9	Financing Mix and Capital Structure	Ch. 16	60	90	6	60
10	Dividend Policy	Ch. 17	60	90	(60
11	Working Capital Management	Ch. 18 – 20	75	75	(60
12	Corporate Restructuring	Ch. 23	75	75	6	60

Values

- To have good character during taking this course the values should be developed are: honesty (no cheating during exam, quizzes, test and making assignment) and respect each other.
- During class session students have to bring text book, calculator and do not allowed wearing tshirt and sandals, and activate the cellular phone.