



# Grande Prairie Regional College

## Department of Business

COURSE OUTLINE – WINTER 2009

### **BA2230 (3-0-0) UT Finance II**

**Instructor** Gwen Hoyseth

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**Office Hours** Tuesday and Thursday  
10:00 – 12:00 or by  
appointment

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#### **Prerequisite:**

BA2030

#### **Required Text/Resource Materials:**

Block, Hirt and Short (2005). Foundations of Financial Management, 7<sup>th</sup> Canadian Edition, McGraw-Hill Ryerson Limited.

Financial Calculator

#### **Description:**

The objectives of financial management and the related role of the financial manager are explored. The approach is practical in nature with references to the development of theories in finance. The various sources of funds for a firm are explored in this sequential course using a corporate framework.

#### **Credit/Contact Hours:**

BA 2230 is a 3 credit course consisting of 45 hours of instruction

**Delivery Mode:**

Lecture

**Objectives:**

The objectives for this course are:

1. To gain an understanding of the finance function in the business firm within a Canadian context
2. To create an awareness and appreciation of the problems, issues and decisions confronting financial managers today
3. To develop the ability to apply analytical tools in the identification and resolution of financing problems and in financial decision-making generally
4. To develop an understanding of the principles, issues and analytical tools related to the valuation of securities, capital projects and capital structure
5. To identify the major elements of the funds allocation process within the corporation and to apply them in decision-making

**Transferability:**

- AU (with BA2030)
- CGA and CMA programs (with BA2030)
- Athabasca University, University of Lethbridge, Thomson Rivers' University (Kamloops), Royal Roads University, Lakeland College (into their Applied Degree in Financial Services) and Okanagan College as part of the block transfer agreements.

**Grading Criteria:**

The grading system will be as follows:

Assignments and Quizzes	15%
Midterm Examination 1	25%
Midterm Examination 2	25%
Final Examination	35%

Grades will be assigned on the Letter Grading System.

**Business Administration and Commerce Department  
Grading Conversion Chart**

<b>Alpha Grade</b>	<b>4-point Equivalent</b>	<b>Percentage Guidelines</b>	<b>Designation</b>
<b>A<sup>+</sup></b>	<b>4</b>	<b>90 – 100</b>	<b>EXCELLENT</b>
<b>A</b>	<b>4</b>	<b>85 – 89</b>	
<b>A<sup>-</sup></b>	<b>3.7</b>	<b>80 – 84</b>	<b>FIRST CLASS STANDING</b>
<b>B<sup>+</sup></b>	<b>3.3</b>	<b>76 – 79</b>	
<b>B</b>	<b>3</b>	<b>73 – 75</b>	<b>GOOD</b>
<b>B<sup>-</sup></b>	<b>2.7</b>	<b>70 – 72</b>	
<b>C<sup>+</sup></b>	<b>2.3</b>	<b>67 – 69</b>	<b>SATISFACTORY</b>
<b>C</b>	<b>2</b>	<b>64 – 66</b>	
<b>C<sup>-</sup></b>	<b>1.7</b>	<b>60 – 63</b>	
<b>D<sup>+</sup></b>	<b>1.3</b>	<b>55 – 59</b>	<b>MINIMAL PASS</b>
<b>D</b>	<b>1</b>	<b>50 – 54</b>	
<b>F</b>	<b>0</b>	<b>0 – 49</b>	<b>FAIL</b>

## **Course Timeline:**

### **Week of:**

January 5	General Introduction Chapter 9 & 10 - Review Time Value of Money and Valuation
January 12	Chapter 11 - Cost of Capital
January 19	Chapter 11 – Cost of Capital
January 26	Chapter 12 – Capital Budgeting Decisions
February 2	Chapter 12 – Capital Budgeting Decisions
<b>MIDTERM #1</b>	
February 9	Chapter 13 – Risk and Capital Budgeting
<b>February 16</b>	<b>Family Day and Mid Term Break</b>
February 23	Chapter 13 – Risk and Capital Budgeting
March 2	Chapter 14 – Capital Markets
March 9	Chapter 16 – Long term Debt and leasing
March 16	Chapter 17 – Common and Preferred Stock Financing
<b>MIDTERM # 2</b>	
March 23	Chapter 18 – Dividend Policy and Retained Earnings
March 30	Chapter 18 – Dividend Policy and Retained Earnings
April 6	Chapter 19 – Derivative Securities
April 13	Review

\*Dates are approximate and may be changed by the instructor

**Examinations:**

Midterm #1 will be written at the completion of chapter 12, approximately at the end of week 6. Midterm #2 will be written at the end of chapter 17, approximately at the end of week 11.

The final exam will be scheduled by the registrar's office between April 16<sup>th</sup> and April 27<sup>th</sup>

**All quizzes, mid-terms and finals will be written as scheduled.**