



Grande Prairie Regional College
School of Business
Department: Business Administration and Commerce

Course Outline
BA 2230 (3-0-0) UT 45 Hours
Finance II
Winter 2007

Instructor:	Ken Riley	Phone: 539-2017
	Office: C307	E-mail: kriley@gprc.ab.ca
	Office hours:	Mod. & Fri. 11am – 12:30pm or by appointment
Time and Place:	Wednesday & Friday:	13:00 – 14:30pm B302
Prerequisites:	BA 2030	
Transfers To:	<ul style="list-style-type: none">• AU (with BA 2030)• CGA and CMA Programs (with BA 2030)• Athabasca University, University of Lethbridge, Thompson Rivers' University (Kamloops), Royal Roads University, Lakeland College (into their Applied Degree in Financial Services) and Okanagan College as part of block transfer agreements.	
Credit/Contact Hours:	3	
Delivery:	Lecture	
Course Description:	<p>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.</p>	

Course Objectives:

The objectives for the 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.

Course Materials: The required text for this course is:

Block, Hirt and Short. **Foundations of Financial Management. 2005.** 7th Canadian Edition. McGraw – Hill Ryerson Limited.

Sharp Business/Financial Calculator (EL-733A)

Students are expected to read the business news in national papers or on the internet on a regular basis. The papers are available in the library.

Evaluation:

The grading system employed in this course will be:

Quizzes/Assignments	30%
Participation	10%
Midterm Examination	25%
Final Examination	35%

A grading conversion chart follows in this section.

Quizzes/Assignments:

The term work will consist of quizzes and hand-in assignments.

Participation:

Each student is expected to come to class having read the material and completing any assignments given. Marks will be based on the contribution made to the class; note that both quantity and quality of the contribution will be assessed.

Midterm Examination:

A midterm examination is scheduled for the week of February 26th.

Final Examination:

A final examination will be held with time and place to be announced.

Business Administration and Commerce Department

Grading Conversion Chart

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

Plagiarism:

Plagiarism will not be tolerated and, as such, any submitted work may be investigated for this possibility. Please ensure you read and understand the College's policy on plagiarism as published in the 2006/2007 Calendar. If you have questions on whether or not you might be violating this policy, please discuss this with your instructor before you submit your assignment.

COURSE TIMELINES

Week of:

- January 1:** General Introduction
- January 8:** Chapters 9 & 10 Review Time Value of Money & Valuation
- January 15:** Chapter 11 Cost of Capital
- January 22:** Chapter 11 Cost of Capital
- January 29:** Chapter 12 Capital Budgeting Decision
- February 5:** Chapter 12 Capital Budgeting Decision
- February 12:** Chapter 13 Risk and Capital Budgeting
- February 19:** **Family Day and Mid Term Break**
- February 26:** Chapter 13 Risk and Capital Budgeting
Mid Term Examination
- March 5:** Chapter 14 Capital Markets
- March 12:** Chapter 16 Long Term Debt and Leasing
- March 19:** Chapter 17 Common and Preferred Stock Financing
- March 26:** Chapter 18 Dividend Policy and Retained Earnings
- April 2:** Chapter 18 Dividend Policy and Retained Earnings
No class: April 6 Good Friday
- April 9:** Chapter 19 Derivative Securities & Review

(Dates are approximate and may be changed by the instructor to meet changing conditions in the class.)