

Course Prerequisites

You should have basic accounting, including an understanding accounting terms and financial statements from BMGT 220 and 221, statistics, including probability, regression analysis, calculating mean and standard deviation from BMGT 230 or 231, and algebra (high school algebra I provides the math basics you will use most in this class).

Grading

75% (25% each)
25%
 100%

Three in-class exams (There will be no make up exams.)
 Semester group project

Exam grades will be curved, if needed. You can bring one 8 1/2 x 11 sheet of paper to each exam, one side only, with anything written on it that you like. The sheet can be handwritten or typed.

There is one required group project. You will form a group of 4-5 students to work on this project. (Details about the project are posted on the web site.)

Course Materials

Course materials including practice problems and solutions, PowerPoint lecture notes, helpful web sites, and other course information will be posted on the course web site at: <http://bb.rhsmith.umd.edu>. You will be automatically allowed access to this web site when you register for the class. **Please check this web site regularly for updates.** To get the most out of class, you must come to class having read both the chapter and the mini-case at the end of the chapter. You will be even more prepared for class if you work some of the suggested end of chapter problems.

Course Policies

Honor Code and Academic Integrity

The university has a nationally recognized Honor Code, administered by the Student Honor Council. The Student Honor Council proposed and the University Senate approved the Honor Pledge. You will be asked to write out by hand and sign the honor pledge at each exam: "I pledge on my honor that I have not given or received any unauthorized assistance on this assignment/examination." You should also include the pledge on the cover sheet of your group project, signed by all group members. If you do not write and sign the pledge, I'll ask to speak with you.

Scholastic dishonesty will not be tolerated in any form (whether or not the pledge is signed) and is grounds for an automatic F in the course, if not suspension or dismissal from the university. The university has a very strongly enforced academic integrity code, which can be found at <http://www.inform.umd.edu/CampusInfo/Departments/JPO>. Violations of the code will be prosecuted to the full extent of the law.

Tentative Class Schedule

Please note that this class schedule is tentative. The exam dates will remain as scheduled here, but the material on each exam may be different from what is listed in the syllabus, depending on what we have covered by each exam date.

6/2	Introduction Ch. 1, Overview of Financial Management Ch. 2, Time Value of Money
6/4	Ch. 2, Time Value of Money TI BA II Plus Slides Ch. 3, Financial Statements, Cash Flow and Taxes
6/9	Ch. 3, Financial Statements, Cash Flow and Taxes Ch. 4, Analysis of Financial Statements Ch. 5, Financial Markets and Institutions Review for First Exam
6/11	First Exam - Ch. 1, 2, 3, 4, 5 Ch. 6, Interest Rates
6/16	Return/Discuss First Exam Ch. 6, Interest Rates Ch. 7, Bonds and their Valuation
6/18	Ch. 7, Bonds and their Valuation Ch. 8, Risk and Rates of Return
6/23	Ch. 8, Risk and Rates of Return Ch. 9, Stocks and their Valuation Review for Second Exam
6/25	Second Exam - Ch. 6, 7, 8, 9 Ch. 10, Cost of Capital
6/30	Return/Discuss Second Exam Ch. 10, Cost of Capital Ch. 11, Basics of Capital Budgeting
7/2	Semester Group Project is Due Ch. 11, Basics of Capital Budgeting Ch. 12, Cash Flow Estimation and Risk Analysis
7/7	Ch. 12, Cash Flow Estimation and Risk Analysis

Ch. 13, Capital Structure and Leverage
Review for Third Exam

7/9

Third Exam – Chapters 10, 11, 12, 13