



## Course syllabus

Faculty Board of Business, Economics and Design  
School of Business and Economics

2FE052 Corporate Finance, 7,5 högskolepoäng  
Corporate Finance, 7.5 credits

**Main field of study**

Business Administration

**Subject Group**

Business Administration

**Level of classification**

First Level

**Progression**

G2F

**Date of Ratification**

Approved by the Board of the School of Business and Economics 2010-06-14

The course syllabus is valid from spring semester 2011

**Prerequisites**

Business Administration 1 - 60 higher education credits and Finance II or equal

## Expected learning outcomes

After completing this course the students is expecter to have

- Deeper knowledge of corporate finance and analysis of investments, firms and risks
- Knowledge of capital asset value and option theory
- Knowledge of financial and non-financial aspects of mergers and acquisitions
- Deeper knowledge of company valuation
- Knowledge of consolidated accounts
- Knowledge of the capital market's effect on companies abilities to grow and survive
- Knowledge of how financial assets are traded
- Knowledge of the theory of valuation and option pricing theory

## Content

The basis of the course is the fundamental financial decisions in companies concerning acquiring and controlling financial and physical assets and their financing at various levels of risk, at which the financial environment of the company functions both as a starting point, a prerequisite and a facilitatur for the business. The course deals with the fundamental aspects of corporate finance including investment analysis, theories of valuation, financial sources of finance in the form of sharholders equity and forms of

credit capital as well as some intermediate forms. The course covers capital structure, investment appraisal, strategies of mergers and acquisitions and dividend policy. The concepts of return and risk analysis is a central theme.

A further objective is to discuss recent developments in the financial markets.

The content of the course is therefore essential for management, especially pertaining to financial decisions within firms.

### Type of Instruction

Lectures, seminars, theoretical and practical assignments. Certain parts of the education are compulsory.

### Examination

The course is assessed with the grades Fail (U), Pass (G) or Pass with Distinction (VG).

The grading is based on assessment of the written exams, reports and the student's ability to present and discuss report contents. Results are graded using one of the terms Passed with distinction, Pass or Fail, and A-F according to the ECTS scale. Students who do not achieve a satisfactory result in the examinations are permitted to make a second attempt approximately 5-8 weeks after the normal examination date. The student will have a minimum of five occasions for written exams in relation to the syllabus to which the student was accepted. Usually 3 occasions per academic year.

### Course Evaluation

A written evaluation is conducted and compiled in a report, which is filed at the department. The result and actions, if taken, are communicated to the teacher responsible for the course and presented to the students in the way most appropriate according to the teacher responsible for the course. Other types of evaluations, such as continuous evaluations during the course or oral communication with the students, can occur and is encouraged to secure continuous quality improvement.

### Required Reading and Additional Study Material

Brealey, R., Meyers, S., Principles of Corporate Finance, McGraw-Hill, latest edition, 967 pages

Nilsson, H., Isaksson, A., Martikainen, T., Företagsvärdering med fundamental analys, Studentlitteratur, latest edition, 415 pages

Schuster, Walter, Koncernredovisning ur ett analysperspektiv, Studentlitteratur, latest edition, 198 pages

Johansson, S-E., The Profitability, Financing and Growth of the Firm, Studentlitteratur, latest edition, 166 pages

Weston, F., Kwang, C., Juan, S., Takeovers, Restructuring and Corporate Governance, Prentice Hall, latest edition, 608 pages

### Articles

#### *Reference literature*

Damodaran, A., Investment valuation. Tools and Techniques for Determining the Value of Any Asset, Wiley, latest edition, 992 pages