

**DESCRIPTION OF STUDY COURSE**

<b>Course unit title</b>	<b>Corporate Financial Management</b>
<b>Programme</b>	Bachelor International Finance
<b>Year of study</b>	First and third
<b>Level of course unit (e.g. first, second or third cycle)</b>	First, Bachelor's study
<b>Course unit code</b>	<b>BFa031</b>
<b>Name of lecturer(s)</b>	Anton Lominadze
<b>Credit points</b>	6 ECTS
<b>Language of instruction</b>	English
<b>Type of course unit (compulsory, optional)</b>	Compulsory
<b>Semester when the course unit is delivered</b>	2. and 6.
<b>Mode of delivery</b>	Face-to-face.
<b>Aim of Course</b>	Provide students with an insight into the elements of modern financial management of a company and develop skills for applying different methods and techniques of financial management in the process of the financial management of a company. Train students to choose the most effective methods of the use of resources, including the ability to assess long-term investment projects in business, to evaluate company's capital and determine its value/price, to assess the current asset management, to assess and manage financial risks, and understand business valuation methods.
<b>Preliminary knowledge (prerequisites and co-requisites)</b>	Mathematics, Statistics, Financial Accounting I
<b>Course contents</b>	<p>The main themes of the course:</p> <ol style="list-style-type: none"> <li>1. The essence and role of financial management.</li> <li>2. Cash flow. Methods of capitalization and discounting of future revenues</li> <li>3. Long-term financial tools and their evaluation methods.</li> <li>4. Analysis and evaluation of the commercial appeal of investment projects and their risk assessment.</li> <li>5. Company capital and its price/value. The concept of Weighted Average Cost of Capital (WACC).</li> <li>6. Operating and financial leverage. Degree of total leverage.</li> <li>7. Management of circulating capital.</li> <li>8. Short-term financing</li> <li>9. Long-term financing</li> <li>10. Dividend policy</li> <li>11. Business restructuring</li> <li>12. Introduction to financial risks</li> <li>13. Introduction to business valuation</li> </ol>

<b>Planned learning activities and teaching methods</b>	Students attend lectures, participate in seminars, write practical works and tests, and present individual and group work. In the first year, students get basic knowledge of corporate financial management. In the third year, they already start to solve more difficult problems and analyze more complicated situations.					
	<b>Teaching methods</b>			Student work load (1 CP = 40 hours of student work)		
	Lectures			25%		
	Written group work			10%		
	Seminars			25%		
	Individual work and presentation			20%		
	Work at the library, independent studies			20%		
				Total 160 hours		
<b>Learning outcomes of the course unit</b>	<ol style="list-style-type: none"> <li>1. Competence to do detailed assessment of investment projects, including obtaining of the necessary information, calculate return on investment, risks and efficiency of investment; prepare information and explanation for financial investments, investments in tangible and intangible assets.</li> <li>2. Competence to explain preferences of the financial resources, assess internal and external financing sources of organization, define capital structure and price.</li> <li>3. Competence to assess company's financial situation and choose the appropriate financial management methods.</li> <li>4. Competence to work in team, understand different groups' interests, providing reasoned arguments and substantiated opinions, participating in discussions.</li> </ol>					
<b>Assessment methods and criteria</b>	Learning outcome		1.	2.	3.	4.
	The form of assessment		1.	2.	3.	4.
	Written in-class work		●	●	●	●
	Individual work and presentation		●	●	●	●
	Group work presentation		●	●	●	●
Written exam		●	●	●	●	
<b>Recommended or required reading</b>	<p>Compulsory literature:</p> <ol style="list-style-type: none"> <li>1. Ross, S., Westerfield, R., Jordan B., Fundamentals of Corporate Finance, MacGraw Hill, 2018</li> </ol> <p>Recommended reading:</p> <ol style="list-style-type: none"> <li>1. Glen, A., Lewis, D, Corporate financial management. - 6th edition, Prentice Hall, Pearson, 2019</li> <li>2. CFA Book 4 Corporate Finance, Portfolio Management, and Equity Investments, Kaplan, Inc, 2015</li> </ol>					
<b>Recommended optional programme components</b>	To be agreed at the start of the course					