

# Financial Management



This course aims to cover the basic building blocks of financial management that are of primary concern to corporate managers, and all the considerations needed to make financial decisions both inside and outside firms. The purpose is to enable you to understand the financial decision-making process and to interpret the impact that financial decisions will have on value creation. The course continues to grow more international in scope.

This course builds on the concept of net present value and addresses capital budgeting aspects of investment decisions. Time value of money is then applied to value financial assets, before extensively considering the relationship between risk and return. This course also introduces the theory and practice of financing and dividend decisions, cash and working capital management and risk management.

## CONTENTS:

- An Overview of Financial Management and the Financial Environment
  - The Primary Objective of the Corporation: Value Maximization

- An Overview of the Capital Allocation Process
- Financial Securities
- The Cost of Money
- Financial Institutions
- Financial Markets
- Analysis of Financial Statements
- Fixed Income Securities (Bonds, Bonds Valuation, and Interest Rates)
- Stocks and Options
- Managing Global Operations
- Bankruptcy, Reorganization, and Liquidation

*Wednesday 8:15 – 9:45 am*

*Course Location: D0302*

*Lecturer: Prof. Dr. Bernhard Schellberg*

*Language: English*

*Semester Hours: 2*

*Course Assessment: Final Exam (60 min.)*

*Workload: 75 hours*

*ECTS: 2.5 CP*