

*Department of Accounting & Finance  
College of Business  
Texas A&M University-Commerce*

**FIN 504 (81E) – Financial Management  
Fall Semester, 2022**

Instructor: Dror Parnes, Ph.D.  
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Office Hours: Monday 2 – 4 PM / By appointment  
Email: [Dror.Parnes@tamuc.edu](mailto:Dror.Parnes@tamuc.edu)  
Class Hours: Dallas #2034, Monday, 6:15 PM – 8:55 PM  
Course Dates: 8/29/2022 – 10/21/2022

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### **Course Description and Objectives**


This course provides graduate students with a rigorous introduction to the fundamental principles of finance. The primary concepts covered include the time value of money, principles of valuation and risk, the nature and characteristics of domestic and international financial securities and markets. Specific applications include the valuation of debt and equity securities and capital budgeting analysis. Students will accordingly enhance their capabilities of analytical problem solving in common business environments.

### **Prerequisites**

When applicable FIN 501 and basic knowledge of Calculus, Algebra, Statistics, and Accounting

### **Textbook**

“Contemporary Financial Management” (14th Edition), By: R. Charles Moyer, James R. McGuigan, and Ramesh P. Rao (Cengage Learning)

 We will not strictly follow this textbook. There are topics in the course that somewhat deviate from the book. The textbook can be used as a further reading material, but all you need for the course is my Power Point slides and my practice questions and answers already posted.

### **Exams and Grading**


There is no need to submit any of the homework practice questions and answers. There will be 2 exams during the course and a single Assessment Case Study. Each exam will last for 1 hour and 15 minutes. Each exam contains 12 multiple-choice questions (8.333 points each question, 100 points altogether). These relatively short exams will cover the most recent lectures, and they will be non-cumulative. The Assessment Case Study contains 7 questions and you will need to return your answers back to me directly by email ([dror.parnes@tamuc.edu](mailto:dror.parnes@tamuc.edu)) by the end of the semester (and wait for my reply to confirm that I actually got it).

## **Course Content and Communication**

All communications will take place through TAMUC official website (myleoonline or D2L).

## **Grading System**

Your final grade will be based on a weighted average of the 2 exams and the Assessment Case Study (40% weight to each exam and 20% weight to the Assessment Case). In light of the high intensity of the course, make-up exams are only for students with proven medical records or extreme circumstances. Once this average is computed, I will assign a final grade according to: 'A' (from 90 to 100), 'B' (from 80 to 90), 'C' (from 70 to 80), 'D' (from 60 to 70), 'F' (less than 60). *There will be no optional bonus points or mercy assignments, so make sure to do your best these exams!*

 We will use a lot of calculus and statistical methods during the course. I will attempt to clarify these techniques when it is relevant, yet I can only do that concisely. Make sure to refresh your memory with those techniques. The best time to do that is yesterday!

## **Attendance and general behavior**

It is your responsibility to show up for classes (on time) and to get notes from one of your fellow students whenever you cannot come. During class time, feel free to eat or drink. The only thing I'm asking you is to be quiet, in order to not to disturb other friends in class who do wish to listen. If you have any question, catch my attention right away, or come to discuss it over office hours, but please don't wait until the last moment before the exams.

## **Students with Disabilities**

The Americans with Disabilities Act (ADA) is a Federal anti-discrimination statute that provides comprehensive civil rights protection for persons with disabilities. Among other things, this legislation requires that all students with disabilities be guaranteed a learning environment that provides for reasonable accommodation of their disabilities. If you have a disability requiring an accommodation, please contact:

Office of Student Disability Resources and Services, Gee Library Room 132

Phone: (932) 886 – 5150 or (932) 886 – 5835

Email: [Rebecca.Tuerk@tamuc.edu](mailto:Rebecca.Tuerk@tamuc.edu)

## **Scholastic Dishonesty**

Academic integrity is the cornerstone of the university. Any student, who attempts to gain an unfair advantage over other students by cheating, will fail the course and be reported to Texas A&M University-Commerce. "All students enrolled at the University shall follow the tenets of common decency and acceptable behavior conducive to a positive learning environment" Student Handbook.

## **Nondiscrimination Statement**

Texas A&M University-Commerce will comply in the classroom, and in online courses, with all Federal and state laws prohibiting discrimination and related retaliation on the basis of race, color, religion, sex, national origin, disability, age, genetic information, or veteran status. Further, an environment free from discrimination on the basis of sexual orientation, gender identity, or gender expression will be maintained.

## **Campus Concealed Carry**


Texas Senate Bill - 11 (Government Code 411.2031, et al.) authorizes the carrying of a concealed handgun in Texas A&M University-Commerce buildings only by persons who have been issued and are in possession of a Texas License to Carry a Handgun. Qualified law enforcement officers or those who are otherwise authorized to carry a concealed handgun in the State of Texas are also permitted to do so. Pursuant to Penal Code (PC) 46.035 and A&M-Commerce Rule 34.06.02.R1, license holders may not carry a concealed handgun in restricted locations. For a list of locations, please refer to (<http://www.tamuc.edu/aboutUs/policiesProceduresStandardsStatements/rulesProcedures/34SafetyOfEmployeesAndStudents/34.06.02.R1.pdf>) and/or consult your event organizer). Pursuant to PC 46.035, the open carrying of handguns is prohibited on all A&M-Commerce campuses. Report violations to the University Police Department at 903-886-5868 or 9-1-1.

## **Counseling Center**

The Counseling Center at A&M-Commerce, located in the Halladay Building, Room 203, offers counseling services, educational programming, and connection to community resources for students. Students have 24/7 access to the Counseling Center's crisis assessment services by calling 903-886-5145. For more information regarding Counseling Center events and confidential services, please visit [www.tamuc.edu/counsel](http://www.tamuc.edu/counsel)

## Class Schedule

<b>Class</b>	<b>Topic</b>
1	Introduction to the course, Review of some statistical methods, Introduction to Financial Management
2	Financial Statements & Ratio Analysis
3	The Time Value of Money
4	The Time Value of Money
5	Risk and Rates of Return
6	Risk and Rates of Return
7	<b>Exam #1</b>
8	Bonds
9	Bonds
10	Equity Valuation
11	Equity Valuation
12	Capital Budgeting Decision Criteria
13	Capital Budgeting Decision Criteria
14	The Cost of Capital
15	The Cost of Capital
16	<b>Exam #2 and Due Date for the Assessment Case</b>

 The schedule is due to possible changes.

Good luck!