Economics 173B – Corporate Finance Prof. Garey Ramey

# **Syllabus**

# **Recommended Text**

Brealey, Myers and Marcus, *Fundamentals of Corporate Finance*, 5<sup>th</sup> Edition, McGraw-Hill Irwin, 2007.

# **Grading Policy**

Midterms	35%
Final (comprehensive)	65%

# **Exam Policy**

The midterm and final must be taken on the scheduled dates. The *only* exceptions allowed are (1) University-sponsored event or required exception; and (2) unforeseen and *officially documented* illness, accident or family crisis. The midterm is scheduled for **Thursday, Feb. 5**.

# **Topics and Readings**

- 1. Introduction chs. 1, 2
- 2. Present value analysis chs. 4, 7 (pp. 178-195)
- 3. Calculating cash flows chs. 3, 8

# Midterm

- 4. Project analysis chs. 9, 7 (pp. 196-201)
- 5. Capital structure and investment chs. 13-15
- 6. Cost of capital chs. 10-12
- 7. Mergers and leveraged buyouts (LBOs) ch. 21

# **Final** – **comprehensive**