SUBJECT
26971 - Financial Management: Investment

COMPETENCIES/DESCRIPTION/OBJECTIVES (ENGLISH)
The course Financial Management: Investments is a core subject taught in the first semester of the fourth year of the Degree in Business Administration.

Previously, the students have taken the course Business Economics: Introduction, which introduces the financial area and the work of the financial management of a company.

They have taken the course Mathematics of Financial Operations, which introduces the basic concepts of financial mathematics, a tool that will be helpful.

They have also taken the course Financial Management: Financing. It addresses the decisions made by the business managers about obtaining financial resources, and the criteria to be used. It shows the characteristics of the financing alternatives (cost elements, maturity, enforceability, origin, etc.) that will allow decide which funding source is more appropriate for the financial structure of a company.

Financial Management: Investments shows the investment selection process, explains the most relevant issues for the financial evaluation of investments, develops the criteria that are employed to decide upon their acceptance, and provides some guidelines on short-term investment issues.

TEMARIO

Contents:
1º) Financial planning
2º) The investment process in the company
3º) Investment decisions under certainty
4º) Investment decisions under risk

Detailed schedule
Chapter 1. Goals and Governance of the Firm
Part One: Financial Planning and Working Capital Management
Chapter 2. Financial Analysis
Chapter 3. Financial Planning
Chapter 4. Working Capital Management
Part Two: Value
Chapter 5. How to Calculate Present Values
Chapter 6. Net Present Value and Other Investment Criteria
Chapter 7. Making Investment Decisions with the Net Present Value Rule
Part Two: Risk
Chapter 8. Introduction to Risk and Return
Chapter 9. Portfolio Theory and the Capital Asset Pricing Model
Chapter 10. Risk and the Cost of Capital
Chapter 11. Project Analysis

TIPOS DE DOCENCIA

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<th>Tipo de Docencia</th>
<th>M</th>
<th>S</th>
<th>GA</th>
<th>GL</th>
<th>GO</th>
<th>GCL</th>
<th>TA</th>
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Leyenda:
M: Magistral  S: Seminario  GA: P. de Aula  GL: P. Laboratorio  GO: P. Ordenador
GCL: P. Clínicas  TA: Taller  TI: Taller Ind.  GCA: P. de Campo

Aclaraciones:
A mixture of teaching methodologies is scheduled:
LECTURE CLASS. It refers to the teaching method in which there are no splittings, and thus corresponds to large groups. Here the methodologies raised will be:
- Theoretical classes. The basic concepts alongside tools and techniques that students must meet to achieve the objectives proposed knowledge will be presented.
EVALUACION

- Examen escrito a desarrollar
- Examen escrito tipo test
- Realización de prácticas (ejercicios, casos o problemas)
- Trabajos individuales
- Trabajos en grupo
- Exposición de trabajos, lecturas...

Aclaraciones:

GRADING

IN FIRST CALL
OPTION A: MIXED GRADING

The assessment will be based on exams and a voluntary work report.

There will be a midterm qualifying exam. If this test is overcome, the final exam will be held on the rest of the subject matter. The grading of examinations will be calculated using a weighted average, in which the partial exam score will count 25%. If the midterm exam is not passed, the final examination is performed on all the material taught in the course. In both cases, the grade ranges from 0 to 10 points, and the grade obtained is the so-called test grade.

Work report
Students may voluntarily develop a work report; its maximum value over the final grade is 2 points. It is to be delivered at a date announced at the beginning of the course, and always before the final exam.

If you have performed work, the final grade is calculated by adding the grade of the work report to that of the examination, provided the latter exceeds 3.5 points. If this minimum threshold is not reached, the test grade will be kept as such, without any possibility to add the grade of the work report. Should the grades of the exam and the work sum to more than 10, the grade of the work will be weighted by the ratio (10-test grade)/(work grade); the resulting figure will then be added to the test grade.

For students who have not done work report, the grade for the course will be that of the examination.

If a student has undertaken the activities of mixed grading (midterm exam and / or work report), but does not take the final exam, he/she will be considered as "not shown up"; this does not account as a failed call.

OPTION B: EXAM

The grade will be based exclusively on an examination.

The test will cover the whole subject matter. The grade will range between 0 and 10 points.

IN SECOND CALL.

Grading will consist in an examination.
The test will cover the whole subject matter. The grade will range between 0 and 10 points. In case a work report was filed in the first call, but the student failed to pass the exam, the same report will be considered for the second call, unless an upgraded version or new report is surrendered. In this case, the final grade is computed as explained in Option A under first call. If a student has undertaken the activities of mixed grading (midterm exam and / or work report), but does not take the exam in second call, he/she will be considered as "not shown up".

MATERIALES DE USO OBLIGATORIO

Required textbook:

BIBLIOGRAFÍA

Bibliografía básica
Basic course bibliography

Bibliografía de profundización
Want to learn more

Revistas
Journals:
Harvard Business Review
Journal of Applied Corporate Finance

Direcciones de internet de interés
Internet sites
European Central Bank: http://www.ecb.int
Bank of Spain: http://www.bde.es/bde/en
http://www.investmentscience.com/