

University of Houston
C. T. Bauer College of Business
Finance 3332
Principles of Financial Management

Professor: Dr. Darla F. Chisholm, P.E.

Office: 240 C Melcher Hall

Office Hours: MW: 2:45 - 3:45 p.m.
TT: 11:45 - 12:45 p.m.
Other Times by Appointment

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MW: 9:30 - 2:00
TT: 9:30 - noon

Required Text and Material

1. *Contemporary Financial Management*, 9th edition
Moyer, McGuigan, Kretlow
Thompson Southwestern, 2003
2. Lecture Notes for Fina 3332 Chisholm available **Monday** at the UC Copy Center: Packet # 93
3. Financial Calculator (Texas Instruments BAI Plus or other *non-programmable*)

Prerequisites: Junior standing, ACCT 2331, MATH 1313 and 1314

Course Description: A study is made of the major concepts and principles of corporate financial management. Topics include the time value of money, security valuation, risk and return, capital budgeting, sources of funds, cost of capital, financial leverage, capital structure, and dividend policy.

Course Evaluation: Final averages will be calculated on the following basis:

Assignments/Quizzes	50%
Midterm Exam	20%
Comprehensive Final Exam	30%

Final grades will be assigned on the following basis: A 94-100, A - 90-93, B+ 87-89, B 84-86, B - 80-83, C+ 77-79, C 74-76, C - 70-73, D+ 67-69, D 64-66, D - 60-63, F 0-59. **No curve** will be applied.

Examinations: Exams are designed to test your knowledge and understanding of facts, concepts, and problem-solving methods. They are *not* designed to test your ability to memorize. Your score will depend heavily on your ability to apply fundamental concepts and procedures to practical business problems. Your ability to perform well on exams will require a large amount preparation involving **extensive** individual practice on problems and examples. It is up to you to motivate yourself to devote the appropriate amount of time to such practice. All exams are cumulative, with closed book and closed notes, and **a calculator is required**. A formula sheet will be furnished for the midterm and final exams.

Quizzes will be given on a regular basis either at the beginning or end of class. The material will be from recent lecture, homework, or reading assignments.

Missed quizzes or examinations will result in a **zero** for that quiz or exam. *No* make-ups will be given.

During exams, students are required to complete the exam and turn it in to the professor **before** leaving the room.

Students must take each quiz or exam with the section in which the student is registered. Taking a quiz or exam with another section without the instructor's prior approval will result in a **zero** for that quiz or exam.

Students are required to bring a photo ID for quizzes and exams and scantrons for the midterm and final exams.

Graded exams and scantrons will not be returned to students. The answers on the scantron are considered final.

Calculator Policy: A financial calculator is needed for this course. Calculators that have alpha-numeric capabilities are not allowed for exams or quizzes. Also, graphing calculators are not allowed during exams or quizzes. This calculator policy will be strictly enforced. The use of any calculator capable of storing formulas, etc. pertaining to this course constitutes a violation of [academic honesty](#). Sharing calculators during exams and quizzes is prohibited. Bring your own calculator and have extra batteries. Please obtain a financial calculator prior to the third class period and read the calculator manual carefully.

Attendance: Regular class attendance is necessary to succeed in this class. Each student is responsible for all lecture notes and announcements made in class.

Dropping the Course: Students wishing to drop or withdraw from the course must file the appropriate signed form with the registrar in 108 E. Cullen on or before the official drop dates as specified in the current Academic Calendar. **February 14:** Last day to drop or withdraw without receiving a grade. **April 5:** Last date to drop a course.

Schedule of Topics		
Chapter	Topic	Problems
Chapter 1	Role of Financial Management	
Chapter 2	The Financial Marketplace	1 - 3, 7 - 9
Chapter 4	Time Value of Money	1 - 19, 26, 29
Chapter 5	Analysis of Risk and Return	1 - 5, 7 - 9, 11 - 14, 16
Chapter 6	Fixed Income Securities	1 - 10
Chapter 7	Common Stock	1 - 12
Chapter 8	Capital Budgeting and Cash Flow Analysis	1 - 10
Chapter 9	Capital Budgeting: Decision Criteria	1 - 10, 16
Chapter 9 A	Mutually Exclusive: Unequal Lives	1, 2
Chapter 11	The Cost of Capital	1 - 10
Chapter 12	Capital Structure Concepts	1 - 8
Chapter 13	Capital Structure Management in Practice	1 - 3
Chapter 14	Dividend Policy	1 - 8, 11 - 14
Work all related Self-Test Problems and learn chapter vocabulary in bold.		

MW: Tentative Schedule

Quiz 1: Wednesday, February 2

Quiz 2: Wednesday, February 23

Quiz 3: Wednesday, March 9

Midterm: Wednesday, March 23

Quiz 4: Wednesday, April 6

Quiz 5: Wednesday, April 20

4:00 Section Final Exam: Friday, May 6: 5-8 pm

5:30 Section Final Exam: Wednesday, May 11: 5-8 pm

TT: Tentative Schedule

Quiz 1: Thursday, February 3

Quiz 2: Thursday, February 24

Quiz 3: Thursday, March 10

Midterm: Thursday, March 24

Quiz 4: Thursday, April 7

Quiz 5: Thursday, April 21

Final Exam: Thursday, May 12: 2-5 pm

I acknowledge that I have read and understand the above syllabus for Finance 3332:
Spring, 2005.

Signature

Date

Print Name

Student ID
