



## FIN700 FINANCIAL MANAGEMENT T318 - Brief

All information contained within this Subject Outline applies to all students enrolled in the trimester as indicated.

### 1. General Information

#### 1.1 Administrative Details

Associated HE Award(s)	Duration	Level	Subject Coordinator
Graduate Certificate in Business Graduate Diploma of Business Master of Accounting Master of Professional Accounting	1 trimester	Postgraduate	Dr Mervyn Fiedler <a href="mailto:mervyn.fiedler@koi.edu.au">mervyn.fiedler@koi.edu.au</a> P: 92833583 (Ext.156) L: Level 1, 545 Kent St. Consultation: via Moodle or by appointment

#### 1.2 Core / Elective

This is a core subject for the Master of Accounting, the Master of Professional Accounting and the Graduate Diploma of Business, and an elective subject for the Graduate Certificate of Business.

#### 1.3 Subject Weighting

Indicated below is the weighting of this subject and the total course points.

Subject Credit Points	Total Course Credit Points
4	GCBus 16; GDBus 32; MAcc 48; MPA 64

#### 1.4 Student Workload

Indicated below is the expected student workload per week for this subject

No. Timetabled Hours/Week*	No. Personal Study Hours/Week**	Total Workload Hours/Week***
4 hours/week (2 hour Lecture + 2 hour Tutorial)	6 hours/week	10 hours/week

\* Total time spent per week at lectures and tutorials

\*\* Total time students are expected to spend per week in studying, completing assignments, etc.

\*\*\* Combination of timetable hours and personal study.

#### 1.5 Mode of Delivery On-campus

#### 1.6 Pre-requisites Nil

#### 1.7 General Study and Resource Requirements

- Students are expected to attend classes with the weekly worksheets and subject support material provided in Moodle. Students should read this material before coming to class to improve their ability to participate in the weekly activities.
- Students will require access to the internet and their KOI email and should have basic skills in word processing software such as MS Word, spreadsheet software such as MS Excel and visual presentation software such as MS PowerPoint.
- Computers and WIFI facilities are extensively available for student use throughout KOI. Students are encouraged to make use of the campus Library for reference materials.

## 2. Academic Details









### 2.1 Overview of the Subject

This subject provides a practical understanding of corporate financial management, portfolio management and the tools of financial decision-making and covers financial mathematics, investment and financing decisions, introduction to portfolio theory, the capital asset pricing model and risk management.

### 2.2 Graduate Attributes for Postgraduate Courses


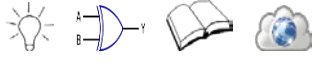
Graduates of Postgraduate courses from King’s Own Institute will gain the graduate attributes expected from successful completion of a Master’s degree under the Australian Qualifications Framework (2<sup>nd</sup> edition, January 2013). Graduates at this level will be able to apply an advanced body of knowledge in a range of contexts for professional practice or scholarship and as a pathway for further learning.




King’s Own Institute’s key generic graduate attributes for a masters level degree are summarised below:

	KOI Master Degree Graduate Attributes	Detailed Description
	Knowledge	Current, comprehensive and coherent knowledge, including recent developments and applied research methods
	Critical Thinking	Critical thinking skills to identify and analyse current theories and developments and emerging trends in professional practice
	Communication	Communication and technical skills to analyse and theorise, contribute to professional practice or scholarship, and present ideas to a variety of audiences
	Research and Information Literacy	Cognitive and technical skills to access and evaluate information resources, justify research approaches and
	Creative Problem Solving Skills	Cognitive, technical and creative skills to investigate, analyse and synthesise complex information, concepts and theories, solve complex problems and apply established theories to situations in professional practice
	Ethical and Cultural Sensitivity	Appreciation and accountability for ethical principles, cultural sensitivity and social responsibility, both personally and professionally
	Leadership and Strategy	Initiative, leadership skills and ability to work professionally and collaboratively to achieve team objectives across a range of team roles Expertise in strategic thinking, developing and implementing business plans and decision making under uncertainty
	Professional Skills	High level personal autonomy, judgement, decision-making and accountability required to begin professional practice

### 2.3 Subject Learning Outcomes

Listed below, are key knowledge and skills students are expected to attain by successfully completing this subject:

Subject Learning Outcomes	Contribution to Course Graduate Attributes
a) Describe the basic building blocks of finance, including the goals of the firm and the time value of money, and apply them in the business context to investment, financing and dividend decisions.	
b) Use techniques from finance to solve problems, and apply the methodology to the valuation of securities and the solutions to investment and business decision-making.	

c) Explain the relationship between expected return and risk, with reference to historical outcomes.	
d) Explain the nature and uses of the capital asset pricing model, the determination of the cost of capital and its components, and the theory and practice of capital structure.	
e) Analyze the process of portfolio construction and the nature and uses of financial derivatives in risk management.	

## 2.4 Subject Content and Structure

Below are details of the subject content and how it is structured, including specific topics covered in lectures and tutorials. Reading refers to the text unless otherwise indicated.

*Weekly Planner:*

Week (beginning)	Topic Covered in Each Week's Lecture	Reading(s) Text	Expected Work
1 05 Nov	Introduction to financial management	Ch 1	Tutorial Exercises
2 12 Nov	Time value of money	Ch 5	Tutorial Exercises QUIZ 1 DUE.
3 19 Nov	Valuation of securities	Ch 6	Tutorial Exercises QUIZ 2 DUE.
4 26 Nov	Investment decision-making	Ch 7	Tutorial Exercises QUIZ 3 DUE.
5 03 Dec	Investment decision-making	Ch 7	Exercises QUIZ 4 DUE; QUIZ 5 IN CLASS
6 10 Dec	Mid-trimester Test		<b>Mid-trimester Exams</b> Intro. to Assignment
7 17 Dec	Returns and risk	Ch 10	Tutorial Exercises
23 Dec 2018 – 06 Jan 2019	<b>Mid Trimester Break</b>		
8 07 Jan	Capital asset pricing model	Ch 11	Tutorial Exercises QUIZ 6 DUE.
9 19 Jan	Cost of capital	Ch 17	Tutorial Exercises QUIZ 7 DUE <b>Group Assignment Due</b> <b>Deferred Mid Trimester Exams</b> - see Section 2.6 below for more information
10 21 Jan	Capital structure	Ch 19	Tutorial Exercises QUIZ 8 DUE
11 28 Jan	Risk management	Ch 20	Tutorial Exercises QUIZ 9 DUE.
12 04 Feb	Revision		Tutorial Exercises QUIZ 10 DUE.
13 11 Feb	Study review week		
14 18 Feb	Final Exam Week		Please see Exam Timetable for exam date, time and location
15 25 Feb	Student Vacation begins Enrolments for T119 open		
16 04 Mar	Results Released 05 Mar 2019 Certification of Grades 08 Mar 2019		

T119 begins 11 Mar 2019	
1 11 Mar	Week 1 of classes for T119 <b>Friday 08 Mar 2019 – Review of Grade Day for T318</b> – see Sections 2.6 and 3.6 below for more information.

## 2.7 Teaching Methods/Strategies

Briefly described below are the teaching methods/strategies used in this subject:

- *On-campus lectures* (2 hours/week) are conducted in seminar style and address the subject content, provide motivation and context and draw on the students' experience and preparatory reading.
- *Tutorials* (2 hours/week) include class discussion of case studies and research papers, practice sets and problem-solving and syndicate work on group projects. Tutorial participation is an essential component of the subject and contributes to the development of graduate attributes (see section 2.2 above). It is intended that specific tutorial material such as case studies, recommended readings, review questions etc. will be made available each week in Moodle.
- *Online* teaching resources include class materials, readings, model answers to assignments and exercises and discussion boards. All online materials for this subject as provided by KOI will be found in the Moodle page for this subject. Students should access Moodle regularly as material may be updated at any time during the trimester.
- *Other contact* - academic staff may also contact students either via Moodle messaging, or via email to the email address provided to KOI on enrolment.

## 2.8 Student Assessment

Provided below is a schedule of formal assessment tasks and major examinations for the subject.

Assessment Type	Timing	Weighting	Learning Outcomes Assessed
Mid-trimester exam - 1.5 hours – individual assessment	Week 6	20%	a, b, c, d
Assignment on financial mathematics and other financial management issues - group assessment	Week 9	30%	a, b, c, e
Final examination (3 hours)	Final Exam Period	50%	a, b, c, d, e

*Requirements to Pass the Subject:*

To gain a pass or better in this subject, students must gain a *minimum of 50%* of the total available subject marks.

## 2.9 Prescribed and Recommended Readings

### **Prescribed Text:**

Ross SA, Christensen, MJ, Drew, M., Bianchi, R. 2017, *Fundamentals of Corporate Finance*, 7<sup>th</sup> ed., McGraw-Hill.