Dr. Jongdoo Lee  
Office: Enterprise Hall 233  
Office hour: Monday & Wednesday 10:15-12:15  
Email: jlee11@gmu.edu  

Course Description:  
The main focus of this course is in-depth analysis of financial management. Topics to be covered include time value of money, discounted cash flow analysis, asset valuations, capital budgeting techniques, capital structure theory, cost of capital, agency problems, and financial options.

Prerequisite:  
This class assumes that students are equipped with good understanding of basic theoretical and practical concepts of financial management, which means successful completion of FNAN 301. It also uses MS-Excel for most of computations. Students should be expected to know basic functions in Excel.

Textbook and Recommended reading:  

Office of Disabilities:  
If students have a disability or situation of which instructor needs to be aware, please schedule a time to discuss this with me at the beginning of the semester. If any accommodations are to be made, disabilities must be documented with the Office of Disability Services. The Mission of the ODS at George Mason University is to facilitate equal access for students with disabilities to university programs, events, and services. ODS is located in the Student Union Building 1, room 222. Students can also consult their website at http://www.gmu.edu/student/drc/index.html.
**Honor Code:**

Students are expected to follow the honor code as presented in University Catalog. Students are responsible to any penalties from unsatisfactory behaviors based on the honor code.

**Grade Determination:**

- Two quizzes: each 10%
- Midterm Exam: 20%
- Final Exam: 30%
- Two group case analysis: each 15%

**Grading Scale:**

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<thead>
<tr>
<th>Percentage</th>
<th>Grade</th>
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<tbody>
<tr>
<td>93 – 100%</td>
<td>A</td>
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<tr>
<td>88 – 92%</td>
<td>A-</td>
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<tr>
<td>83 – 87%</td>
<td>B+</td>
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<td>75 – 82%</td>
<td>B</td>
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<tr>
<td>70 – 74%</td>
<td>C+</td>
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<tr>
<td>65 – 69%</td>
<td>C</td>
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<td>60 – 64%</td>
<td>D</td>
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<tr>
<td>Below 60%</td>
<td>F</td>
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**Attendance:** Class attendance is checked randomly. If a student misses a class, the student loses 1% from final exam grade. Absences due to illness, religious holidays and family emergencies must be documented and submitted to instructor. If students miss any classes, students are responsible for all materials covered during class. Attendance record can’t be changed unless students submit necessary documents.

**Case Analysis**

Students make a team (up to 3 people) for the case analysis. Each team submits one copy per team to receive same credit for each member. Case should be submitted by the date announced to get the credit and it must be one HARD copy. Don’t send an electronic file nor email attachment. Late submission will not be graded. The grade of zero will be recorded for late submission.

**Calculator**

A financial calculator is required for the tests. Laptop computers or cell phones are NOT allowed to use in class.
Tentative Class Schedule

week 1  Review of syllabus, Introduction
week 2  Principles of Finance (ch.1)
week 3  Financial Statement Analysis (ch.3)
week 4  Time Value of Money (ch.4)
week 5  Net Present Value (ch.5)
2/27     Midterm (ch.1, 3, 4, 5)
week 6  Bond valuation (ch.8)
week 7  Stock valuation (ch.9)
week 8  Quiz #1, Risk and Return lesson from History (ch.10)
        Case Due: Krispy Kreme Doughnuts
        purchase case at https://store.darden.virginia.edu (UVA-F-1479)
week 9  Capital Asset Pricing Model (ch.11)
week 10 Capital Asset Pricing Model (ch.11) cont’d
week 11 Cost of Capital (ch.13)
week 12 Efficient Capital Market (ch.14)
week 13 Capital Structure Theory (ch.16, 17)
week 14 Quiz #2, Case due: TRX. Inc. Initial Public Offering
        purchase case at https://store.darden.virginia.edu (UVA-F-1568)
5/6      Last day of class: Options (ch.22)
5/13     Final Exam (chapters covered after midterm)

Note: Students are expected to complete all reading assignments Prior to class meetings and be prepared for class discussions.