

# UNIVERSITY OF CASTILLA-LA MANCHA

## TEACHING GUIDE / SYLLABUS

### 1. Course and Instructor Information

**Subject:** Financial Management  
**Type:** COMPULSORY  
**Degree:** 317 –BUSINESS MANAGEMENT AND ADMINISTRATION  
**Faculty:** (5) ECONOMIC AND BUSINESS SCIENCES – ALBACETE  
**Year:** 3  
**Official language:** Spanish

**Course number:** 54321  
**ECTS Credits:** 6  
**Academic year:** 2016-17  
**Group number:** 12 13  
**Semester:** 1  
**Second language:** English

**Teaching use of additional languages:**

Some textbooks, suggested readings and supplementary resources for the students can be available in English. Furthermore, this subject offers support in English for Erasmus Students.

**Web site:**

Instructor's name: RAQUEL LOPEZ GARCIA– Group number: 12 13				
Office location	Department	Telephone	Email address	Office hours
Faculty of Economics and Business Sciences Number: 3.06	ECONOMICS AND FINANCE	2356	Raquel.lopez@uclm.es	It will be announced in Moodle

### 2. Prerequisite

Basic knowledge about mathematical and financial concepts, such as calculus and numerical series, progressions, logarithms, derivation and basic integration, interest rates and financial transactions, among others.

### 3. Justification in the curriculum, relationship with other subjects and the professional career

#### Objective of the course

The purpose of this compulsory subject is to provide basic knowledge regarding the three classical problems of corporate finance: investment decisions, optimal financing company and the dividend policy.

In this subject we address the issue of which projects to accept and how to finance them. This topic requires to examine associated issues of corporate finance and an understanding of the financial markets. We describe the fixed income financing instruments available to the firm and how they are priced. The financial leverage, the project evaluation under uncertainty, the uses of capital and financial structure are also taken up in detail.

These concepts allow students to make decisions as financial managers of a company.

#### Relationship with other subjects

This subject is related with many others, because of concepts such as interest rate, financial transactions, loans and valuation of financial assets (directly interrelated with Economic Policy, Basic Accounting, Principles of Economics, Mathematics, Statistics, Introduction to Econometrics, Economic History, Financial System, etc.).

#### Relevance for the professional career

The subject of "Financial Management" is an essential part of the background in a degree in Business Management and Administration as well as the professional career, both in private enterprise, a financial institution or a public entity. The role of this subject is essential because of the relevance of the financial aspects.

### 4. Competencies

#### Competencies achieved with this subject

E1) To manage and run a company or organization, understand their competitive and institutional position, and identify their strengths and weaknesses.

E3) To establish the planning and organization of any task in a company with the ultimate goal of helping make business decisions.

E6) Ability for general management, technical management and the management of research, development and innovation projects in any company or organization.

E8) Ability to produce financial information, relevant to the decision-making process.

E9) Ability to carry out a financial evaluation of the different assets of a company at different points in time and at different levels of risk.

E13) Ability to make logical representative models of the business reality.

G1) Possession of the skills needed for continuous, self-led, independent learning, which will allow students to develop the learning abilities needed to undertake further study with a high degree of independence.

G2) Ability to understand the ethical responsibility and the code of ethics of professionals working in the field of economics. To know and apply the legislation and recognition of human rights and questions of gender equality.

G3) To develop oral and written communication skills in order to prepare reports, research projects and business projects and defend them before any commission or group of professionals (specialised or non-specialised) in more than one language, by collecting relevant evidence and interpreting it appropriately so as to reach conclusions.

G4) Ability to use and develop information and communication technologies and to apply them to the corresponding business department by using specific programmes for these business areas.

G5) Capacity for teamwork, to lead, direct, plan and supervise multidisciplinary and multicultural teams in both national and international environments so as to create synergies which benefit organisations.

## 5. Learning outcomes

### For this subject

To know different basic concepts of Finance, focusing on its interpretation to extract relevant information for the company.

To enable the student to look for, analyse, interpret, summarize and communicate information.

To enable the student to listen and defend arguments orally and in writing.

To train the student to promote ethical practices in the professional career, and the social responsibility in decision-making.

## 6. Contents

**Chapter 1 INTRODUCTION**

**Chapter 2 VALUATION OF FIXED INCOME SECURITIES AND INTEREST RATES RISK**

**Chapter 3 FINANCIAL LEVERAGE: OPTIMAL DEBT POLICY**

**Chapter 4 THE SELECTION CRITERIA FOR INVESTMENTS UNDER UNCERTAINTY**

**Chapter 5 OPTIMAL CAPITAL STRUCTURE THEORY**

**Chapter 6 DIVIDEND POLICY**

**Chapter 7 BANKRUPTCY COSTS, MERGERS AND ACQUISITIONS**

## Additional comments

## 7. Course resources and teaching methods

Learning activity	Methodology	Related Competencies	ECTS	Hours	Assessable	Compulsory
Theoretical classes	Combination of methods	E01, E06, E08; E09; E13	1.33	33.25	No	-
Practical lessons	Combination of methods	E03, E06, E08, E09; G02, G03, G04	0.67	16.75	Yes	No
Resolution of problems and cases	Combination of methods Learning portfolio	G01	0.30	7.50	No	-
Final exam	Autonomous work	E03, E06, E08, E09, G01, G02, G03, G04, G05	0.10	2.5	Yes	Yes
Preparation for tests	Autonomous work	E03, E06, E08, E09, G01, G02, G03, G04, G05	2.00	50.00	No	-
Other non classroom activity	Combination of methods	E03, E06, E08, E09, G02, G03, G04	1.60	40.00	Yes	No

## 8. Assessment criteria and assessment

Assessment criteria	Assessment	Compulsory
Evaluation and co-evaluation activities	30%	Yes
Final exam	70%	Yes

## 9. Course schedule, assignments, due dates and estimated workload

The chapter sequence is approximately two weeks per item.

## 10. References and resources

Author/s	Title/Web site	Publisher	City	ISBN	Year
Block, Stanley B.	Fundamentos de administración financiera	McGraw-Hill		<a href="https://www.isbn-international.org/number/978-607-15-0927-7">978-607-15-0927-7</a>	2013

Brealey, Richard A.	Fundamentos de finanzas corporativas	Mac Graw Hill	<a href="#">978-84-481-5661-9</a>	2010
Brealey, Richard A.	Principios de finanzas corporativas	McGraw Hill	<a href="#">978-970-10-7283-7</a>	2010
Copeland, Thomas E.	Financial theory and corporate policy	Addison-Wesley Pub. Group	<a href="#">978-0-321-22353-1</a>	2004
Grinblatt, Mark	Mercados financieros y estrategia empresarial	Mcgraw-Hill Interamericana	<a href="#">84-481-3816-3</a>	2003
Martín Fernández, Miguel	Casos prácticos de dirección financiera	Pirámide	<a href="#">978-84-368-2072-0</a>	2006
Navarro Arribas, Eliseo	Fundamentos de matemáticas financieras	Antoni Bosch	<a href="#">84-95348-01-2</a>	2001
Pisón Fernández., Irene	Dirección y gestión financiera de la empresa	Pirámide	<a href="#">84-368-1548-3</a>	2001
Ross, Stephen A.	Finanzas corporativas	McGraw-Hill	<a href="#">970-10-4654-4</a>	2005
Ross, Stephen A.	Fundamentos de finanzas corporativas	McGraw-Hill	<a href="#">970-10-2842-2</a>	2001
Suárez Suárez, Andrés-Santiago	Decisiones óptimas de inversión y financiación en la empresa	Pirámide	<a href="#">978-84-368-1899-4</a>	2008
Van Horne, James C.	Fundamentos de Administración Financiera	Prentice Hall	<a href="#">970-26-0238-6</a>	2002
WESTON, J. Fred	Fundamentos de administración financiera	McGraw-Hill	<a href="#">970-10-351-9</a>	1994