

FNCE 601 Session Schedule

Session	Topic	Assignment
1/12, 1/14	Net Present Value and Present Value Basics <ul style="list-style-type: none"> • Foundations of NPV rule • Compounding, discounting • Perpetuities, annuities • Nominal vs. real interest rates 	Chs 1-3
1/19, 1/21	Capital Budgeting <ul style="list-style-type: none"> • Alternative project selection criteria • Identifying relevant cash flows • Sensitivity analysis 	Chs 6, 7
1/28	** Problem Set #1 due ** (posted by 1/21)	
1/26	Pricing Bonds and Stocks I <ul style="list-style-type: none"> • Coupon, face value • Current yield and yield to maturity • Bond contracts and features 	Ch 4 Ch 25 (Secs 1-5: pp. 668-678)
1/28, 2/2	Pricing Bonds and Stocks II <ul style="list-style-type: none"> • Dividend growth model • Earnings retention and value creation 	Ch 5
INTERVIEW WEEKS (no class)		February 4, 9, 11
2/16	** Case 1: Eli Lilly & Company **	(posted by 1/28 to webCafe)
2/23	** Problem Set #2 due ** (posted by 2/16)	
2/18, 2/23, 2/25	Modeling Risk in Financial Decisions I <ul style="list-style-type: none"> • Portfolio risk and return • Diversification and efficient portfolios • The Capital Asset Pricing Model: Implications and tests of validity 	Chs 8, 9
MIDTERM EXAM	Wednesday, February 24, 6:00 – 8:00PM <i>[Exam covers material through Thursday, 2/18]</i>	(See Bulk Pack Section II for Sample Exams)

No class on Tuesday, March 2 (prepare for Q3 Finals)