

Chapter 1: An Overview of Financial Management

- Profit Maximization vs. Stockholder Wealth Maximization
- Agency Problems
- Finance Decisions and Risk-Return Trade-Off
- Time Value of Money
- Importance, Scope, and Role of Finance
- Controller versus Treasurer
- Financial and Operating Environment
- Corporations

Chapter 2: Financial Statements and Cash Flow

- What and Why of Financial Statements
- Classified Financial Statements
- Statement of Cash Flows and Cash Flow Analysis
- Auditor's Report
- How to Read a Quarterly Report
- SEC Reporting Requirements - Integrated Disclosure System
- Management's Discussion and Analysis (MD&A)
- The Sarbanes-Oxley Act
- Key Points of Auditing Standard No. 5

Chapter 3: Evaluating a Firm's Financial Performance

- What and Why of Financial Statement Analysis?
- Analysis: Horizontal, Vertical, Ratio
- Liquidity Ratios
- Activity (Asset Utilization, Turnover) Ratios
- Solvency (Leverage, Debt Service, Long-Term Debt) Ratios
- Profitability and Market Value Ratios
- Is Ratio Analysis A Panacea?

Chapter 4: Improving Financial Performance

- What Is Return On Investment (ROI)?
- What Does ROI Consist of? The Du Pont Formula
- How to Improve Return to Stockholders through Financial Leverage

Chapter 5: Budgeting, Planning, and Financial Forecasting

- The Percent-of-Sales Method
- The Sustainable Rate of Growth
- How to Prepare a Budget
- The Budgeted Income Statement and Balance Sheet
- Some Financial Ratio Calculations

Chapter 6: The Time Value of Money

- How to Calculate Future Values
- Intra-year Compounding
- Future Value of an Annuity
- What Is Present Value - How Much Money Is Worth Now?
- Perpetuities and Amortized Loans
- How to Develop Loan Amortization Schedules
- Annual Percentage Rate (APR)
- Rates of Growth and Bond Values

Chapter 7: The Meaning and Measurement of Risk and Rates of Return

- Return on Investment
- What Is Expected Rate Of Return?
- How Is Risk Measured?
- Types of Risk
- Portfolio Theory
- How to Read Beta
- The Arbitrage Pricing Model (APM)

Chapter 8: Valuation of Stocks and Bonds

- How to Value a Security
- How to Value Bonds
- How Do You Calculate Yield (Effective Rate of Return) on a Bond?
- How to Value Preferred Stock
- How to Calculate Expected Return from Preferred Stock
- How to Value Common Stock

Chapter 9: The Cost of Capital

- Computing Individual Costs of Capital
- Measuring the Overall Cost of Capital
- Level of Financing and the Marginal Cost of Capital (MCC)

Chapter 10: Capital Budgeting: Techniques and Practice

- What are the Types of Investment Projects?
- How Do You Measure Investment Worth?
- How to Select the Best Mix of Projects with a Limited Budget
- How to Handle Mutually Exclusive Investments
- How Do Income Taxes Affect Investment Decisions?

Chapter 11: Determining the Financing Mix

- Break-Even Analysis, Operating Leverage, and Financial Leverage
- Tools of Capital Structure Management
- Capital Structure Decisions in Practice

Chapter 12: Managing Liquid Assets

- Evaluating Working Capital
- Cash Management
- Delay Frequency of Paying Employees
- Cash Models
- Banking Relationships
- Investing In Marketable Securities
- Management of Accounts Receivable
- Inventory Management

Chapter 13: Short-Term Financing

- Short-Term Financing
- Intermediate-Term Financing: Term Loans and Leasing

Chapter 14: Debt Financing

- Types of Long-Term Debt

Chapter 15: Equity Financing

- Issuing Equity Securities
- Governmental Regulation
- Selecting a Financing Method
- Investment Banking

Chapter 16: International Finance

- The Foreign Exchange Market
- Financial Strategies
- Exposure: Translation, Transaction, Operating
- Impacts of Changes in Foreign Exchange Rates
- Interest Rates and Inflation
- International Financing