

# Business Administration

Course Number: **BUAD 296**

Course Title: **LONG-TERM CAPITAL MANAGEMENT**

Credits: **3**

**Professors**

<b>Drew McGillivray</b> <b>Course Captain</b>	250-762-5445 x4793	K: C107	dmcgillivray@okanagan.bc.ca
Dean Warner	250-762-5445 x4958	K: C139	dwarner@okanagan.bc.ca

**Learning Outcomes**

Upon completion of this course students will be able to

evaluate the funding of large capital projects by calculating the weighted average cost of capital under different corporate structures.

use Net Present Value and Internal Rate of Return techniques to evaluate proposed capital projects as well as bond refunding and lease-versus-purchase decisions.

evaluate risk using the standard deviation, the coefficient of variation of returns, and the portfolio effect.

explain various terms relating to capital markets and the functions of dealers and underwriters.

apply the marginal principle of retained earnings and residual theory to dividend declaration decisions.

calculate the effects of stock dividends, stock splits, and stock repurchases on overall shareholder wealth.

evaluate corporate investment decisions involving



Course Schedule

		Tuesday Sept 5 College-wide Orientation Day Wednesday Sept 6 Classes Begin Monday Oct 9 Thanksgiving Day <i>no classes</i> Monday Nov 13 Statutory Holiday for Remembrance Day <i>no classes</i> Tuesday Dec 5 Last Day of Regularly-scheduled Classes	
Week of:			
Sep	3-9	Valuation and Rates of Return	Ch 10
	10-16	Cost of Capital	Ch 11

