BUSFIN3220  
Autumn 2015  
Course Syllabus

Professors:
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Office hours: W 1:30-3:00pm or by appt.

Prof. Susan Clark (clark.238@osu.edu)  
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Prof. Paul Weinstock (weinstock.2@osu.edu)  
Office: 234 Fisher Hall  Phone: 292-4719  
Office hours: TBD

Course Materials:
Textbooks (Required):  
Berk, DeMarzo and Harford, Fundamentals of Corporate Finance, 3rd Edition, Pearson Prentice Hall. Here is a link:  

You now have several ways to get access to the textbook, some of which might provide a cost savings for you. To see your options, see the Textbook Purchase Options file on Carmen (the link is right below the syllabus on Carmen).
If you choose the option to purchase MyFinanceLab along with the textbook, the course id for MFL is: clark07427

Financial calculator (Required):  
TI BA-II (any version) or TI-80 series (Model 82, 83, 84, 85, 86, 89, etc). Available at the OSU Bookstore, as well as Target, Wal-Mart, on-line, etc. Note: All lectures, modules and solutions will use the TI-BAII. Students who already have a TI-80 Series calculator are not required to purchase a BA-II model, but it will be up to you to learn how to translate BA-II notation into how to solve problems using your calculator.  
http://www.amazon.com/Texas-Instruments-Plus-Financial-Calculator/dp/B00000JZKB/ref=pd_sim_b_1
You may use both calculators, if you wish.

Here is a link to some tutorials using the TI BA-II and TI-83:  
TI BA-II: http://movies.atomiclearning.com/k12/ti_ba2  
TI-83: http://educ.jmu.edu/~drakepp/general/calculator/ti83.html
Course Format:
The finance department has decided to implement a hybrid version of BUSFIN3220. This will bear some similarities to your hybrid courses in Accounting, but not entirely. Your responsibilities for each week will be as follows:

1. Read the chapter(s) in the text beforehand, and watch the video modules listed on Carmen. The reading of the book plus the video modules will give you a first look at the concepts, terms and definitions that will be covered in the chapter.
2. Also before lecture, solve the first few questions from the Recommended Problems list in the syllabus. After reading the chapter and watching the video modules, the first few questions will help you apply what you have learned.
3. Attend the Tuesday lecture. There will generally be a brief (5-10 minute) summary of the basics of the chapter, then the lecture will move into the more difficult material from the chapter and solve some problems. **Questions are always welcome; please don’t hesitate to interrupt at any point!** Lecture notes will be on Carmen at least 24 hours in advance of class.
4. Attend your recitation (Wednesday, Friday or Monday, depending upon the one you registered for). We will be working on problem-solving in a smaller class setting that will allow for more discussion.
5. Work the remaining recommended problems in the chapter, the recitation problems and the online problem set, if one is due that week.

Solving the problems from the Problems section in the back of each chapter is essential. For each chapter, we have given you a list of suggested problems. These problems are representative of what you might see on an exam or quiz, but it is not an exhaustive list. If you find the problems difficult or if you want further practice, you should solve some of the other problems from the Problems section. For your convenience, the solutions manual is posted on Carmen.

Regular class attendance is expected, but we do not take attendance after the first week. If you miss a class, you are responsible for obtaining notes from the website or from your fellow classmates. After obtaining the notes and reading the material, feel free to ask us questions.

Students With Disabilities:
The Office of Disability Services verifies students with specific disabilities and develops strategies to meet the needs of those students. All students with a specific disability are encouraged to contact the Office of Disability Services to explore the potential accommodations available to them. Students registered with ODS can take their exams at ODS.

Academic Integrity:
All students enrolled in this course are responsible for abiding by the guidelines outlined in the University’s Code of Student Conduct. (You can find the full Code at [http://studentlife.osu.edu/pdfs/csc_12-31-07.pdf](http://studentlife.osu.edu/pdfs/csc_12-31-07.pdf))

Code violations will be reported to the Committee on Academic Misconduct.

Disenrollment:
Fisher College of Business strongly enforces University attendance policies. As per University rule 3335-8-33, any student may be disenrolled from a course for failure to attend by the first Friday of the term, or by the 3rd instructional day of the term, or by the second class meeting, whichever occurs first.

Midterm Exams: There will be two midterm exams. The exams will take place during your Tuesday lecture. The midterm dates are:

**Tuesday, September 29th and Tuesday, November 10th**

The midterms will be 100 points each. Each midterm will have 20 multiple choice questions worth 5 points each. The multiple choice questions will involve both conceptual questions as well as calculation questions, based on material covered in class, in the video modules and from the problems at the back of each chapter. Your exam will have a formula sheet attached to it; you cannot bring your own.
Final Exam: TBD

The final exam will be 100 points and will also consist of 20 multiple choice questions. The final exam is not cumulative; it will just cover Chapters 10-13. Your exam will have a formula sheet attached to it; you cannot bring your own. You will be assigned to one of the rooms; you cannot choose which room you will take the exam.

Exam rules: You should be in your seat 5 minutes before the exam starts. All electronic devices other than your calculator must be turned off and put away during exams. All other course materials must be out of sight. All hats and hoods must be off your head.

Your exam grades will be posted on Carmen. Exams are not returned to the students, but you may view your scantron during office hours.

On-Line Problem Sets:
There will be 6 20-point online problem sets. Your best 5 scores from the problem sets will be applied to your grade. Due dates are listed on the Class Calendar page. All the problem sets are due at 11:59pm on the due date. The problem sets will be posted on Carmen. Late assignments will be not be accepted by Carmen.

Problem Set due dates/times:
PS1: Ch. 3-4, due 11:59pm Friday 9/18
PS2: Ch. 5, due 11:59pm Friday 9/25
PS3: Ch. 6-7, due 11:59pm Friday 10/23
PS4: Ch. 8-9, due 11:59pm Friday 11/6
PS5: Ch. 10-11, due 11:59pm Friday 11/27
PS6: Ch. 12-13, due 11:59pm Wednesday 12/9 *** NOTE Different Due Date for Final Problem Set ***

When you submit your problem set on Carmen, you will get your score immediately. After the deadline passes, you will be able to view a report on Carmen showing which questions you answered incorrectly and what the correct answers to those problems were. Those are the only problems you will be able to view.

Grading (400 total points available):
Midterm 1: 100 points
Midterm 2: 100 points
Final Exam: 100 points
Problem Sets: 100 points (best 5 at 20 points each)

The grade scale is curved so that the class average will be 80% (B-minus). We discuss the curve after each exam, so you will be able to calculate your current percentage and compare it to the scale below to see exactly where you stand.

The grade scale is as follows (in percent):
92.5-100 A
88.5-92.49 A-
85.5-88.49 B+
82.5-85.49 B
79.5-82.49 B-
76.5-79.49 C+
72.5-76.49 C
69.5-72.49 C-
65.5-69.49 D+
59.5-65.49 D
59.49 or below E
**Tutoring Lab:**
The tutor lab is located in 40 Fisher. The tutors will be available to answer questions, help you solve problems and understand concepts. They are NOT allowed to help you with problem set questions until after the deadline for that problem set. Tutor hours will begin on Tuesday, September 2nd and run until the end of the semester.

**Other interesting materials (not required, but good reading):**

Books on recent economic events that come recommended include (in no particular order): “Too Big to Fail” by Andrew Ross Sorkin, “The Black Swan” and (older) “Fooled by Randomness” by Nassim Nicholas Taleb, and “This Time is Different” by Carmen Reinhart and Ken Rogoff. Let me know if you have a book to add to this list.


“Monkey Business: Swinging Through the Wall Street Jungle” by John Rolfe and Peter Troob, 2001, ISBN: 0446676950. An interesting, sometimes funny, sometimes bitter look at what it is like being a junior investment banker at (what was then) a top Wall Street firm.


“When Genius Failed: The Rise and Fall of Long-Term Capital Management” by Roger Lowenstein, 2001, ISBN: 0375758259. The story of how the best minds of finance—including Nobel laureates Robert Merton and Myron Scholes (lauded in Capital Ideas), along with John Meriwether from Liar’s Poker—began a hedge fund that could not possibly fail, until it did. A very valuable story about how even the absolute greatest minds can be brought to their knees by the market. After reading how these titans of finance were humbled, it is much less of a surprise when we hear how “ordinary” Wall Street CEOs bankrupted their companies in 2008.

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<th>Sunday</th>
<th>Monday</th>
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<tbody>
<tr>
<td>Aug. 23</td>
<td>24</td>
<td>25 WEEK 1 Introduction to Course/Chapter 1</td>
<td>26 Intro</td>
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<td>28 Intro</td>
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<td>30</td>
<td>31 Intro</td>
<td>Sept. 1 WEEK 2 Chapter 3 Recommended problems: 3,4,6,10,11,17-21,23-26</td>
<td>2 Ch. 3</td>
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<td>4 Ch. 3</td>
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<td>6</td>
<td>Labor Day NO CLASS</td>
<td>8 WEEK 3 Chapter 4 Recommended problems: 8,9,12,13,15,17,18,20,21,23,25,29,31,32,34,36,38,39</td>
<td>9 Ch. 4</td>
<td>10</td>
<td>11 Ch. 4</td>
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<td>13</td>
<td>14 Ch. 4</td>
<td>15 WEEK 4 Chapter 5 Recommended problems: 1,4,5,6,8,10,12,14,16,17,18a,19,25,27,30,36</td>
<td>16 Ch. 5</td>
<td>17</td>
<td>18 Ch. 5 PS#1 (Ch. 3-4) Due 11:59pm</td>
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<td>20</td>
<td>21 Ch. 5</td>
<td>22 WEEK 5 Review/Practice Exam</td>
<td>23 Review</td>
<td>24</td>
<td>25 Review PS#2 (Ch.5) Due 11:59pm</td>
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<td>27</td>
<td>28 Review</td>
<td>29 WEEK 6 MIDTERM 1 (in lecture) Ch. 1, 3-5</td>
<td>30 Ch. 6 Intro to Bonds</td>
<td>Oct. 1</td>
<td>2 Ch. 6 Intro to Bonds</td>
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<td>4</td>
<td>5 Ch. 6 Intro to Bonds</td>
<td>Oct. 6 WEEK 7 Chapter 6 Recommended problems: 3,4,6,9,10,12,17,21,23-25,30</td>
<td>7 Ch. 6</td>
<td>8</td>
<td>9 Ch. 6</td>
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<td>11</td>
<td>12 Ch. 6</td>
<td>13 WEEK 8 Chapter 7 Recommended problems: 6,7,11,13-15,19,22,25</td>
<td>14 Ch. 7</td>
<td>15 Autumn Break No Classes</td>
<td>16 Autumn Break No Classes</td>
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<td>18</td>
<td>19 Ch. 7</td>
<td>20 WEEK 9 Chapter 8 Recommended problems: 2,7,9,10,13,17,20,21,26,32,34,36</td>
<td>21 Ch. 8</td>
<td>22</td>
<td>23 Ch. 8 PS#3 (Ch. 6-7) Due 11:59pm</td>
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<td>25</td>
<td>26 Ch. 8</td>
<td>27 WEEK 10 Chapter 9 Recommended problems: 4,5,9,11,13,18,20,22,28,31-33</td>
<td>28 Ch. 9</td>
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<td>30 Ch. 9</td>
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<td>Nov. 1</td>
<td>2 Ch. 9</td>
<td>3 WEEK 11 Chapter 10 Recommended problems: 1,2,4,5,6,11,15,17,20,23</td>
<td>4 Review</td>
<td>5</td>
<td>6 Review PS#4 (Ch. 8-9) Due 11:59pm</td>
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<td>8</td>
<td>9 Review</td>
<td>10 WEEK 12 MIDTERM 2 (in lecture) Ch. 6-9 (not Ch 10)</td>
<td>11 NO CLASS VETERAN'S DAY</td>
<td>12</td>
<td>13 Ch. 10</td>
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<td>15</td>
<td>16 Ch. 10</td>
<td>17 WEEK 13 Chapter 11 Recommended problems: 1,5,7,11,12,18,22</td>
<td>18 Ch. 11</td>
<td>19</td>
<td>20 Ch. 11</td>
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<td>22</td>
<td>23 Ch. 11</td>
<td>24 WEEK 14 Chapter 12 Recommended problems: 1,3,5,14,17,20,22,25,27,29,31,33,34</td>
<td>25 Cancelled Thanksgiving Break</td>
<td>26 Thanksgiving</td>
<td>27 Cancelled PS#5(Ch.10-11) Due 11:59pm</td>
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<td>29</td>
<td>30 Ch. 12</td>
<td>Dec. 1 WEEK 15 Chapter 13 Recommended problems: 1,4,6,8,10,16,18,19,23,25</td>
<td>2 Ch. 13</td>
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<td>6</td>
<td>7 Ch. 13</td>
<td>8 WEEK16 Final Review</td>
<td>9 Final Review PS#6 (Ch.12-13) Due 11:59pm</td>
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**FINAL EXAM:** TBD  **ROOMS:** TBD  Ch. 10-13

**NOTE:** Please do not make arrangements to leave campus until after the Final Exam date. We will not be able to accommodate any requests for alternate exam dates/times unless you have a documented conflict with another class.
Websites and Blogs:

TI BA-2 calculator tutorials: http://movies.atomiclearning.com/k12/ti_ba2

Wall Street Journal: www.wsj.com
Financial Times: http://www.ft.com/home/us
Bloomberg: www.bloomberg.com
Yahoo! Finance: http://finance.yahoo.com/
Financial calculators: www.dinkytown.net

Marginal Revolution: http://www.marginalrevolution.com/
Freakonomics: http://freakonomics.blogs.nytimes.com/
Brad DeLong: http://delong.typepad.com/
Greg Mankiw: http://gregmankiw.blogspot.com/
Megan McArdle: http://www.bloombergview.com/contributors/megan-mcardle
John Taylor: http://johnbtaylorsblog.blogspot.com/
Real Time Economics (WSJ): http://blogs.wsj.com/economics/
Calculated Risk: http://www.calculatedriskblog.com/