



Course Specifications

Course Title:	Principles of Finance
Course Code:	ACAC113
Program:	Diploma in Accounting
Department:	Business Administration
College:	The Applied College
Institution:	KING ABDULAZIZ UNIVERSITY

Table of Contents

A. Course Identification.....	3
6. Mode of Instruction (mark all that apply)	3
B. Course Objectives and Learning Outcomes.....	3
1. Course Description	3
2. Course Main Objective.....	3
3. Course Learning Outcomes	4
C. Course Content	4
D. Teaching and Assessment	5
1. Alignment of Course Learning Outcomes with Teaching Strategies and Assessment Methods	5
2. Assessment Tasks for Students	6
E. Student Academic Counseling and Support	6
F. Learning Resources and Facilities.....	7
1.Learning Resources	7
2. Facilities Required.....	7
G. Course Quality Evaluation	7
H. Specification Approval Data	7

A. Course Identification

1. Credit hours: 4			
2. Course type			
a.	University <input type="checkbox"/>	College <input type="checkbox"/>	Department <input checked="" type="checkbox"/>
b.	Required <input checked="" type="checkbox"/>	Elective <input type="checkbox"/>	Others <input type="checkbox"/>
3. Level/year at which this course is offered: Level 3 / Year 1			
4. Pre-requisites for this course (if any): None			
5. Co-requisites for this course (if any): None			

6. Mode of Instruction (mark all that apply)

No	Mode of Instruction	Contact Hours	Percentage
1	Traditional classroom	3	70%
2	Blended	1	30%
3	E-learning		
4	Distance learning		
5	Other		

7. Contact Hours (based on academic semester)

No	Activity	Contact Hours
1	Lecture	36
2	Laboratory/Studio	
3	Tutorial	
4	Others (specify)	
	Total	36

B. Course Objectives and Learning Outcomes

1. Course Description

Principle of finance is designed to provide understanding on how financial managers make both short-term and long-term decisions. In addition, the course is also aimed at providing understanding on time value of money, valuation of financial securities, risk-return relationship, capital budgeting concept and multinational financial management. The course introduces several financial concepts including financial securities (e.g. bonds & stocks)

2. Course Main Objective

- 1-Define what is finance and its importance for career.
- 2-Discuss managerial function, role of financial manager and firms' value.
- 3-Discuss forms of business organizations.
- 4-Concept of financial market and differentiate between money and capital market.
- 5-discuss about financial institution.
- 6-Discuss about the financial information and financial ratio.
- 7-Introduce concept of time value of money.
- 8-Introduce concept of financial securities particularly bonds and stocks.
- 9-Introduce concept of capital budgeting.

3. Course Learning Outcomes

CLOs		Aligned PLOs
1	Knowledge and Understanding	
1.1	Define the principles applicable to financial management.	
1.2	Describe the Handle company's basic accounting activities and balance sheet.	
1.3	Record the Financial Statement Analysis and Reporting.	
1.4	Recognize the finance theory as it applies to corporate financial decisions, agency model and its applications in corporate finance.	
2	Skills :	
2.1	Estimate the weighted average cost of capital method to value real assets.	
2.2	Explain the principles of capital structure in the determination of the appropriate level of debt for a company.	
2.3	Analyze the different financial ratios.	
2.4	Demonstrate the cash flow and fund flow.	
3	Values:	
3.1	Interpret with society to do Analyze present financial market situation.	
3.2	Calculate the changes in stock exchange market.	
3...		

C. Course Content

No	List of Topics	Contact Hours
1	Overview of finance <ul style="list-style-type: none"> Definition of finance and its relation to accounting and economics The role of financial managers and firms' value Organizational structure for financial managers Relationship among stakeholders and agency problem	4 Hours
2	Financial Market and Financial institutions <ul style="list-style-type: none"> Financial market Types of markets Financial institutions	4 Hours
3	Time value of money <ul style="list-style-type: none"> Importance of time value of money Introduction to present and future value concept Annuity and its application to personal financial planning	6 Hours
4	Valuation and Characteristics of bond <ul style="list-style-type: none"> Definition of bond Intrinsic feature of bond Valuation of bond	4 Hours
5	Valuation and Characteristics of Stock and stock market <ul style="list-style-type: none"> Differences between common and preferred stock Voting right of common stockholders Valuation of common stock and investors' buying and selling decisions	6 Hours
6	Risk and return and portfolio theory <ul style="list-style-type: none"> Definition of risk and return Calculation of holding period return, expected return	6 Hours
7	Cost of capital <ul style="list-style-type: none"> Definition of cost of capital Component of financial capital 	6 Hours

	Calculation of weighted average cost of capital	
10		
Total		36

D. Teaching and Assessment

1. Alignment of Course Learning Outcomes with Teaching Strategies and Assessment Methods

Code	Course Learning Outcomes	Teaching Strategies	Assessment Methods
1.0	Knowledge and Understanding		
1.1	Define the principles applicable to financial management.	Lectures Class participation/ group discussion Problem solving questions Case study Students speech and presentation Self-study promotion Students counseling during office hours.	Quizzes Assignments Class discussion Report writing Problem solving sessions Midterm exams consisting of Written questions, true & false, multiple choice, etc. Final Exam
1.2	Describe the Handle company's basic accounting activities and balance sheet.		Individual assignment
1.3	Record the Financial Statement Analysis and Reporting.		
1.4	Recognize the finance theory as it applies to corporate financial decisions, agency model and its applications in corporate finance.		
...			
2.0	Skills		
2.1	Estimate the weighted average cost of capital method to value real assets.	Lectures Class participation/ group discussion Problem solving questions Case study Students speech and presentation Self-study promotion Students counseling during office hours. Individual counselling to resolve various problems faced by the students Assigning group work and counseling how to play role as team member and team leader Encouraging students to make class participation	Quizzes Individual and group assignments Class participation Problem solving Case study Midterm exams consisting of Written questions, true & false, multiple choice questions, etc. Final Exam. Active class participation Performance on exams, assignment and quizzes reflect their learning Instructor's assessment of students learning commitment and seriousness during individual supervisions hours.

Code	Course Learning Outcomes	Teaching Strategies	Assessment Methods
2.2	Explain the principles of capital structure in the determination of the appropriate level of debt for a company.		Group assignments
2.3	Analyze the different financial ratios.		
2.4	Demonstrate the cash flow and fund flow.		
3.0	Values		
3.1	Interpret with society to do Analyze present financial market situation.	<ul style="list-style-type: none"> Group discussion, class participation, Speeches and presentations. Encourage use of computer in projects, Assignments and presentations. Assigning claims, underwriting and reinsurance calculations and numerical problem solving.	Quizzes Numerical problem solving Case study Midterms exams consisting of Written questions, true & false, multiple choice questions, etc. Final Exam
3.2	Calculate the changes in stock exchange market.	Annual reports of companies for discussion	
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2. Assessment Tasks for Students

#	Assessment task*	Week Due	Percentage of Total Assessment Score
1			
2			
3			
4			

*Assessment task (i.e., written test, oral test, oral presentation, group project, essay, etc.)

E. Student Academic Counseling and Support

Arrangements for availability of faculty and teaching staff for individual student consultations and academic advice :

The faculty members are required to display at the front of their office a schedule dividing into lecture hours and office hours. The office hours are available for individual student's consultation and counseling which is on average 2 hours per course per week.

Beside each faculty member provides counseling to their students, there are also other sources of counseling to students. These are college admission office and counsel and alumni office.

F. Learning Resources and Facilities

1. Learning Resources

Required Textbooks	Eugene F. Brigham and Michael C. Ehrhardt. (2016). <i>Financial Management: Theory & Practice</i> . 15 th edition.
Essential References Materials	James, C., and John, M. (2016). <i>Fundamentals of Financial Management</i> . 15 th edition. Prentice Hall.
Electronic Materials	Saudi Organization for Certified Public Accountants : WWW.SOCPA.ORG.SA
Other Learning Materials	SEDI (Saudi Entrepreneurship development Institute). This Institute can enhance the skill for the person after obtaining the diploma and their credentials etc.

2. Facilities Required

Item	Resources
Accommodation (Classrooms, laboratories, demonstration rooms/labs, etc.)	College maintains a very high standard of safety and security arrangements. Providing the students with healthy educational environment with all possible latest and essential educational equipment's and supplies.
Technology Resources (AV, data show, Smart Board, software, etc.)	Well-equipped classroom with smart board
Other Resources (Specify, e.g. if specific laboratory equipment is required, list requirements or attach a list)	Internet

G. Course Quality Evaluation

Evaluation Areas/Issues	Evaluators	Evaluation Methods
Effectiveness of Teaching and assessment	Students	Students feedback at the end of the every semester Peer evaluation
Course learning outcomes	Program leaders, peer	Exam Papers and course report
Quality of learning resources	Program leader	Text books, updated teaching materials, and the feedback from last year course report

Evaluation areas (e.g., Effectiveness of teaching and assessment, Extent of achievement of course learning outcomes, Quality of learning resources, etc.)

Evaluators (Students, Faculty, Program Leaders, Peer Reviewer, Others (specify))

Assessment Methods (Direct, Indirect)

H. Specification Approval Data

Council / Committee	Business Administration
Reference No.	One
Date	27-09-2022