



**Department of: Banking and Finance**

**College of: Business**

**University of Cihan**

**Subject / Principles of Investment**

**Course Book – Year 2,**

**Lecturer's name MSc: Ranj Tahir Abdullah**

**Academic Year: 2015/2016**

# Course Book

<b>1. Course name</b>	<b>Principles of Investment</b>
<b>2. Lecturer in charge</b>	<b>Ranj Tahir Abdullah</b>
<b>3. Department/ College</b>	<b>Banking and Finance/Business School</b>
<b>4. Contact</b>	<b>e-mail: Ranj_296@hotmail.com Tel:07701563517</b>
<b>5. Time (in hours) per week</b>	<b>For example Theory: 2 Practical:</b>
<b>6. Office hours</b>	<b>On Tuesday</b>
<b>7. Course code</b>	<b>BAN21008</b>
<b>8. Teacher's academic profile</b>	<b>Graduated from sulaimani university-college of Economics and Administration-department of Economics, year 2006/2007. Post graduation (MSc.) at Newcastle University for academic year 2012/2013. I am teaching at university since 2013. At faculty of humanity-school of economics and administration- economics department been teaching Economic theories and at college of commerce I have been teaching economic resources, economic theories, and economic transportation, also I have been teaching principles of economics at Dukan institution for academic year 2013/2014. For 2014/2015 I have been teaching economic resources, economic theories, and economic studies at college of commerce. Also, principles of economic and economic of finance at Dukan institution, and governmental accounting at Cihan university. Right now I am a department director and lecturer at college of commerce-department of market economics.</b>
<b>9. Keywords</b>	<b>Finance, investment, economic evaluation.</b>
<b>10. Course overview:</b>	
<p><b>It is very important because it will give the idea of how make an investment decision when you come up through more than one opportunity of investment. Also, how can you participate in the financial markets. When you are visiting markets and want to invest your many how you can read the information about a specific item. This will give students when they graduate more chances to be accepted in private</b></p>	

sectors or they have their own business. This course will give the students an idea about principles of investment. Especially the valuation of bonds and stocks. Also, what is the risk management and how can you construct a portfolio with a minimum risk. How allocate your capital in a portfolio.

**11. Course objective:**

Changing the idea of money value. How it will change through time. How they can calculate the value of it. How they determine which project is better for investment regarding to their risk tolerance. Also, to be able to value a bond in a market or a stock. What is the risk premium if someone wants to construct a portfolio how they can allocate their money based on risky and risk free portfolio means how they can hedge.

**12. Student's obligation**

Students must attend all lectures because it is very vital to understand concepts. Also, there will be quizzes absence will miss out quizzes. Participating in lectures also important to assist students to correct a mistake and to be ambitious about the course.

**13. Forms of teaching**

Hand-out will be provided with questions regarding to each chapters and will be solved in lectures through whiteboard.


**14. Assessment scheme**

Breakdown of overall assessment and examination  
 Lecturer has 10 marks which divided to:  
 5 marks on quizzes.  
 5 marks on participating and well behaving.

**15. Student learning outcome: they will be able to value money, bonds, stocks, capital allocation, and portfolio construction.**

**16. Course Reading List and References:**

*Berk, Jonathan & DeMarzo, Peter* (2011). Corporate Finance, 2<sup>nd</sup> edition, Addison-Wesley Series in Finance, Pearson Education. [BD]

*Brealey, Richard A; Myers, Stewart C & Allen, Franklin* (2011). Principles of Corporate Finance, 10<sup>th</sup> edition, McGraw-Hill/Irwin. [BMA] 

**17. The Topics:**

1- Introduction: types of firms and their objectives.  
 2- Principles of valuation: regarding to present value and future value of money and how decision will be made based on net present value.

**Lecturer's name**

Ranj T. A.  
 ex: (2 hrs)  
 ex: 14/10/2015

<p>3- bond valuation: how to consider that value of a bond in a market is correct based on its specification.</p> <p>4- Stock valuation: how to consider that value of a stock in a market is correct based on its specification.</p> <p>5- risk premium: why there is a more gain or loss in a project which has more risk than another one. What is the theory behind this intuition.</p> <p>6- capital allocation: how to construct a portfolio with a minimum risk in order to hedge your capital.</p>	
<p><b>18. Practical Topics (If there is any)</b></p>	
<p>In this section The lecturer shall write titles of all practical topics he/she is going to give during the term. This also include a brief description of the objectives of each topic, date and time of the lecture</p>	<p>Lecturer's name ex: (3-4 hrs)</p> <p>ex: 14/10/2015</p>
<p><b>19. Examinations:</b></p> <p><b>1. Compositional:</b> how many types of firms are exist? Fill the following gaps: The ownership in ..... Is easy to transfer.</p> <p><b>2. Multiple choices:</b></p> <p>There will be a numerical questions, the answer has been given by multiple choice:</p> <p>In you invest in government security that gives 5% interest rate for one year, what is its NPV? A- +8 b- 0 c- -5 d- 5%</p>	
<p><b>20. Extra notes:</b></p> <p>Here the lecturer shall write any note or comment that is not covered in this template and he/she wishes to enrich the course book with his/her valuable remarks.</p>	
<p><b>21. Peer review</b></p> <p>This course book has to be reviewed and signed by a peer. The peer approves the contents of your course book by writing few sentences in this section. <i>(A peer is person who has enough knowledge about the subject you are teaching, he/she has to be a professor, assistant professor a lecturer or an expert in the field of your subject) .</i></p>	