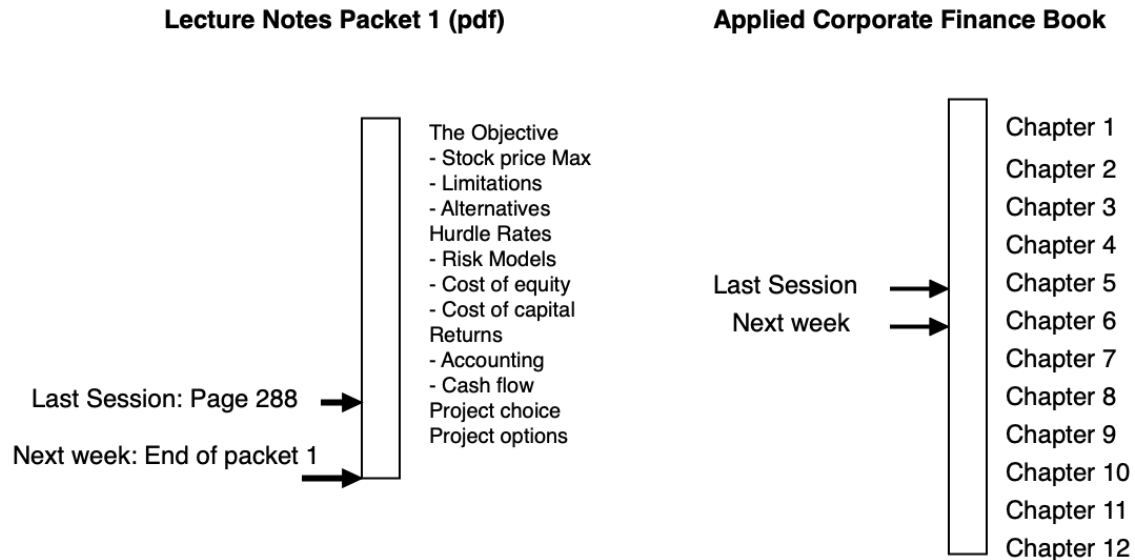
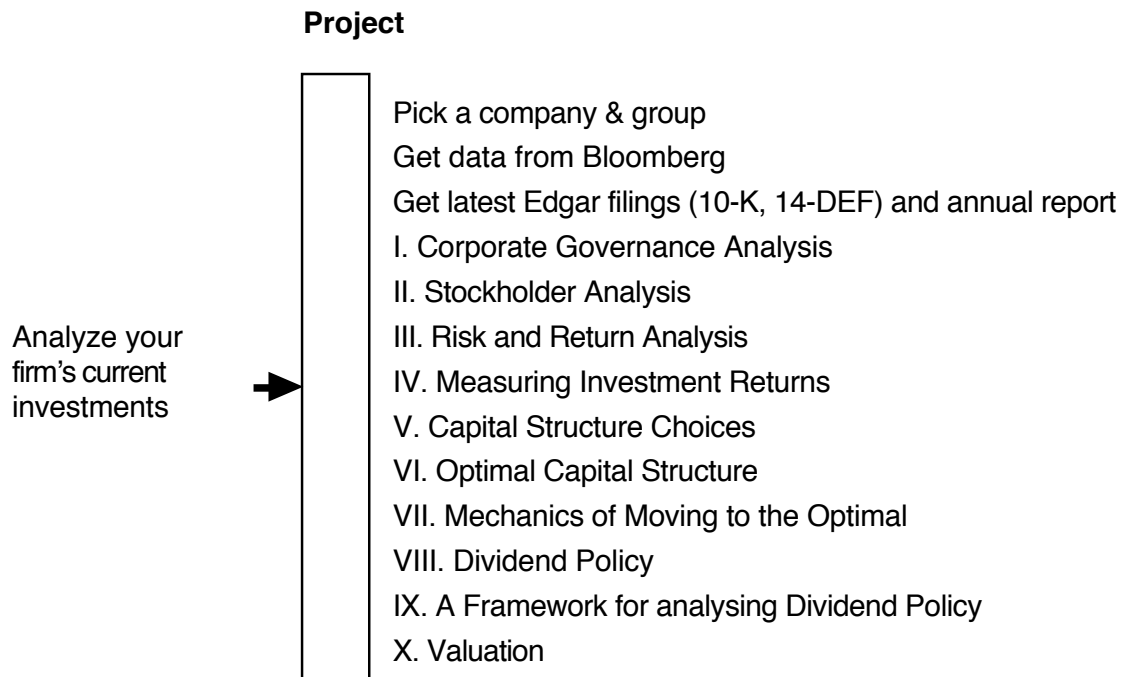


Corporate Finance: Newsletter – March 27, 2021

Where we are in class...



Where you should be in the project...



Data Notes...

I know that this week will be spent on the case, but we are in a pause phase for the project. At this stage in the process, you should have costs of capital and excess returns for your firms and be ready for the next phase, where we will analyze capital structure. One issue that you may want to get nailed down before the coming weeks is the issue of opportunity costs and side benefits.

Miscellaneous FAQs

How will the case be graded?

The case is graded out of 10, and everyone in the group will get the same grade. I know that this sounds unfair, especially for those of you who feel that you carried the lion's share of the work but I do not know of any way in which you can assess relative weights in group work.

If we don't think that the case grade is fair, what do we do?

Talk to me. If you feel that I have assessed you as having an issue (see the grading template for the case), when you really don't, come in and talk to me, either as a group or as an individual representing the group.

What are the skills that will be tested on the next quiz?

The next quiz (which is a week from Monday) will test your understanding of basic accounting (operating income versus net income), the role of capital versus financial expenses but will not mire you in accounting details.