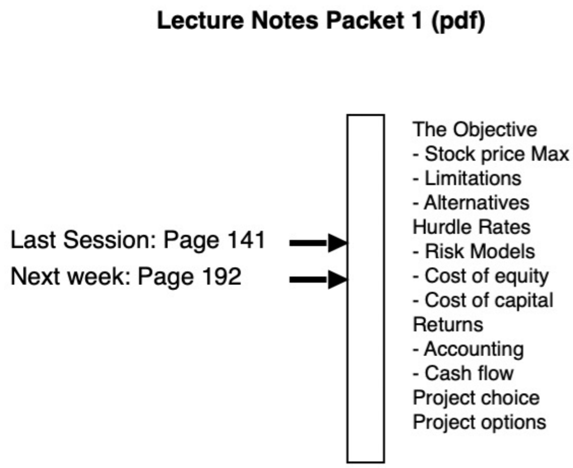
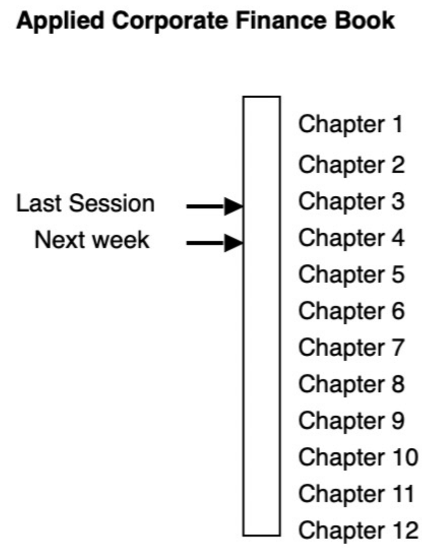
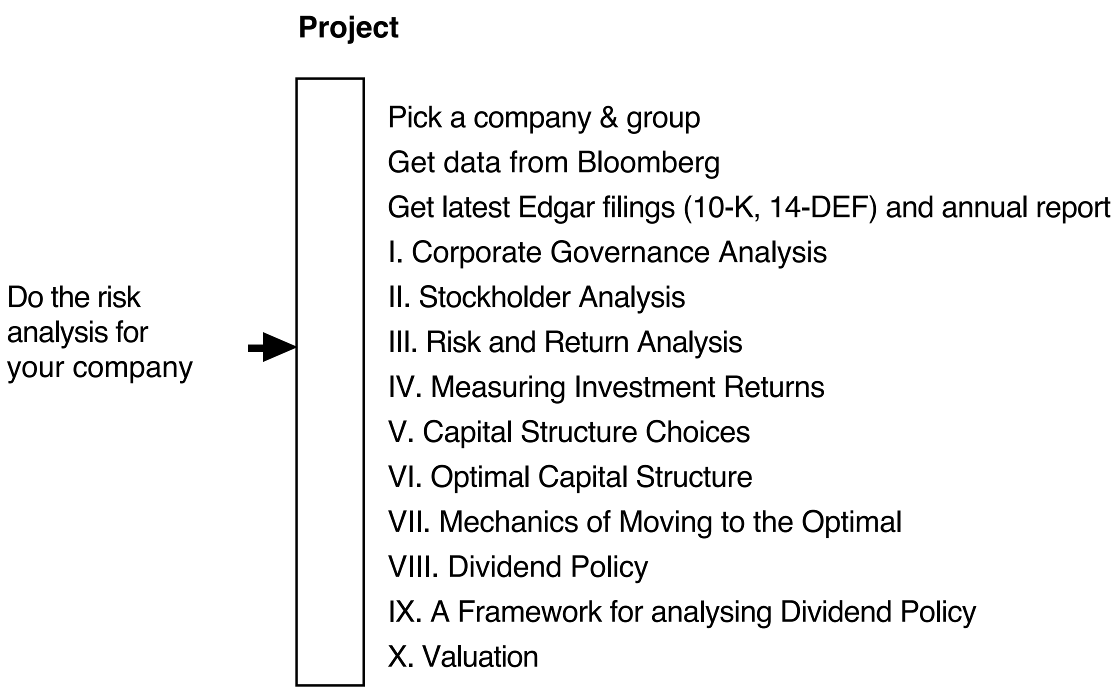
Corporate Finance: Newsletter – February 24, 2024

Where we are in class…





Where you should be in the project…



Data Notes…

Ahead of next week, you get a rough measure of the performance of your stock relative to its sector and the market, visit the Morningstar site (enter the index in the interactive graph to the right) http://www.morningstar.com/

You can then enter your stock's symbol, and then look up total returns.

You can get an estimate of beta for your company by going to the Yahoo! Finance site for your company (I have used Apple, but you can enter your company and get the same data.)

https://finance.yahoo.com/quote/AAPL/key-statistics?p=AAPL

It will be under statistics, but it is a 5-year monthly regression beta. You can also use a new online data service call Finbox, which lets you see regression betas and industry averages for any company:

https://finbox.com

To see the betas and R-squared for the sector in which your firm operates, you can visit my web site at:

http://people.stern.nyu.edu/adamodar/New_Home_Page/datacurrent.html

You can download the data in excel format.

Miscellaneous FAQs

What will this quiz cover?

It will cover the first three chapters and much of the fourth (through betas being weighted averages) of the book and everything in the lecture notes through the very last class before the first quiz.

How can I best prepare for the quiz?

Work through as many problems as you can. The less of a quantitative background you have, the more important it becomes that you do this.