
CONTENTS

PART I

| | |
|--|-----------|
| Learning Outcomes, Summary Overview, and Problems | 1 |
| CHAPTER 1 | |
| Corporate Governance | 3 |
| Learning Outcomes | 3 |
| Summary Overview | 3 |
| Problems | 5 |
| CHAPTER 2 | |
| Capital Budgeting | 11 |
| Learning Outcomes | 11 |
| Summary Overview | 12 |
| Problems | 15 |
| CHAPTER 3 | |
| Cost of Capital | 29 |
| Learning Outcomes | 29 |
| Summary Overview | 29 |
| Problems | 31 |
| CHAPTER 4 | |
| Measures of Leverage | 39 |
| Learning Outcomes | 39 |
| Summary Overview | 39 |
| Problems | 40 |
| CHAPTER 5 | |
| Capital Structure | 45 |
| Learning Outcomes | 45 |
| Summary Overview | 45 |
| Problems | 46 |

| | | |
|--|----|-----------|
| CHAPTER 6 | | |
| Dividends and Share Repurchases: Basics | | 51 |
| Learning Outcomes | 51 | |
| Summary Overview | 51 | |
| Problems | 52 | |
| CHAPTER 7 | | |
| Dividends and Share Repurchases: Analysis | | 57 |
| Learning Outcomes | 57 | |
| Summary Overview | 57 | |
| Problems | 59 | |
| CHAPTER 8 | | |
| Working Capital Management | | 63 |
| Learning Outcomes | 63 | |
| Summary Overview | 63 | |
| Problems | 64 | |
| CHAPTER 9 | | |
| Financial Statement Analysis | | 67 |
| Learning Outcomes | 67 | |
| Summary Overview | 67 | |
| Problems | 68 | |
| CHAPTER 10 | | |
| Mergers and Acquisitions | | 73 |
| Learning Outcomes | 73 | |
| Summary Overview | 74 | |
| Problems | 75 | |
| PART II | | |
| Solutions | | 83 |
| CHAPTER 1 | | |
| Corporate Governance | | 85 |
| Solutions | 85 | |
| CHAPTER 2 | | |
| Capital Budgeting | | 87 |
| Solutions | 87 | |

| | |
|--|------------|
| CHAPTER 3 | |
| Cost of Capital | 99 |
| Solutions | 99 |
| CHAPTER 4 | |
| Measures of Leverage | 103 |
| Solutions | 103 |
| CHAPTER 5 | |
| Capital Structure | 107 |
| Solutions | 107 |
| CHAPTER 6 | |
| Dividends and Share Repurchases: Basics | 111 |
| Solutions | 111 |
| CHAPTER 7 | |
| Dividends and Share Repurchases: Analysis | 113 |
| Solutions | 113 |
| CHAPTER 8 | |
| Working Capital Management | 115 |
| Solutions | 115 |
| CHAPTER 9 | |
| Financial Statement Analysis | 119 |
| Solutions | 119 |
| CHAPTER 10 | |
| Mergers and Acquisitions | 125 |
| Solutions | 125 |
| About the CFA Program | 131 |