



DEC 02 2002

Course Outline

A POLYTECHNIC INSTITUTION

School of Business

Program: Financial Management

Option: Finance

FMGT3610**Security Analysis 1****Start Date:** September 3, 2002**End Date:** December 13, 2002**Total Hours:** 60 **Total Weeks:** 15**Term/Level:** 3 **Course Credits:** 4**Hours/Week:** 4 **Lecture:** 2 **Lab:** 2**Shop:** **Seminar:** **Other:****Prerequisites****FMGT3610 is a Prerequisite for:**

Course No.	Course Name
	First Year Financial Management

Course No.	Course Name
FMGT 4610	Security Analysis 2

■ Course Description (required)

This course is part one of BCIT's offering of the Canadian Securities Course™ (a registered trademark of the Canadian Securities Institute (CSI)). As such, it is a course of study which is designed to convey to those who are enrolled in it the fundamentals of investing. It includes a study of the nature and function of the stock market, the framework essential to valuing common shares and fixed income securities. In addition, portfolio management, taxation, asset allocation and economic forecasting are discussed.

The purpose of the course is to prepare the student to successfully complete the Canadian Securities Course™ exams and assignment. The primary objective of the course is to impart to the students the principles of investing.

■ Detailed Course Description (optional)**■ Evaluation**

Final Examination	50%	Comments:
Midterm	30%	
Weekly in Class Assignments	20%	
TOTAL	100%	

■ Course Learning Outcomes/Competencies

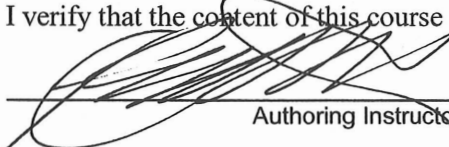
Upon successful completion, the student will be able to:

- Discuss the structure of capital markets and their function within the Canadian economy.
- Analyse the role of the Bank of Canada and various regulatory agencies in the financial markets.
- Analyse financial statements.
- Discuss the business cycle, inflation, interest rates, fiscal policy and monetary policy in the context of Canadian capital markets.
- Understand the nature of marketable securities and the factors which influence their price.
- Discuss the various methods employed to evaluate the worth of a marketable security.

- Understand the operation of stock exchanges and various financial institutions as well as the regulatory framework within which these institutions operate.
- Discuss basic financial planning and tax issues with respect to a portfolio of investments.
- Understand the design and management of a portfolio.

■ **Verification**

I verify that the content of this course outline is current.



Authoring Instructor

August 30/2002

Date

I verify that this course outline has been reviewed.

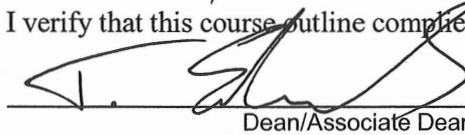


Program Head/Chief Instructor

September 3/2002

Date

I verify that this course outline complies with BCIT policy.



Dean/Associate Dean

Aug 30/02

Date

Note: Should changes be required to the content of this course outline, students will be given reasonable notice.

You must also write both CSI Exams and submit the marks to BCIT to pass Security Analysis II.

- The CSI requires every student to complete their assignment on an individual basis. (Copied assignments will be severely dealt with by the CSI.) Thus, you must complete the CSI Assignment on your own and it will be delivered by BCIT to the CSI for marking by their staff. Details of how to complete and submit the Assignment to the CSI will be discussed in class.
- The CSI Assignment will be due at BCIT at the end of Security Analysis II. You will receive 20% of your marks in Securities Analysis II from the assignment. Expect the Assignment to take 45 hours, **or more**, to complete. However, many of those hours will be completed in the labs.
- In addition to the CSI assignment, there will be an in-lab assignment during every week of the course except the first week and the exam weeks. These represent 20% of your mark and are designed to prepare you to write the Canadian Securities Course™ exam. Marks for these assignments are based on attendance only, and attendance at the labs is mandatory. Because each assignment is only worth about 1.5% towards the final mark, there will be no make-up assignment if a student misses an assignment, regardless of the reason. Students may miss one assignment, with no penalty.
- The final exam for Security Analysis I will be written in the final exam week and will be administered by your BCIT instructor.

The final exam mark for Security Analysis II will be based on the weighted average of the two exams administered by the CSI. It will be your responsibility to arrange with the CSI to write these exams at their offices. Remember that it can take about two weeks for the CSI to mark your exams.

You must submit the results of your CSI exams to your Instructor, who will log the weighted average of these marks for your final exam for Security Analysis II. **Your results must be submitted to your instructor by May 23rd, 2003 for you to receive credit for Security Analysis II. (Note: This means you must have written both CSI Exams by May 9th, 2003!)**

- All documents and assignments related to this course may be found on Shareout. Look in:

SHAREOUT\FMGT\3610

Schedule

* This schedule is subject to change at the discretion of the instructor.

Week of	Material to be Covered	Chapter Readings
Sept. 2 nd	Introduction to capital markets	Chapter 1
Sept. 9 th	Financial markets and the securities industry.	Chapter 1
Sept. 16 th	Financial markets and the securities industry.	Chapter 1
Sept. 23 rd	Financial markets and the securities industry.	Chapter 1
Sept. 30 th	Financial markets and the securities industry.	Chapter 1
Oct. 7 th	Financial markets and the securities industry.	Chapter 1
Oct. 14 th	Midterm Week. (Thanksgiving – Oct. 14 th)	
Oct 21 st	Financing, Listing and Regulation.	Chapter 3
Oct. 28 th	Financing, Listing and Regulation.	Chapter 3
Nov. 4 th	Fixed income securities.	Chapter 5
Nov. 11 th	Fixed income securities. (Remembrance Day – Nov. 11 th)	Chapter 5
Nov. 18 th	Preferred Shares.	Chapter 6
Nov. 25 th	Common Shares.	Chapter 6
Dec. 2 nd	Common Shares.	Chapter 6
Dec. 9 th	Final Exam – Administered by BCIT (date TBA).	
<p>Exam on Book 1 – Administered by the CSI: It will be your responsibility to arrange with the CSI to write, and pass, their exam at their offices by January 8th, 2003 in order for you to receive the CSI Assignment for Security Analysis II.</p> <p><i>Ensure that you have proper photo ID and your CSI student number to write the CSI exam!</i></p>		

Note: You are responsible for preparing Chapter 2 (The Canadian Economy) on your own.