



A POLYTECHNIC INSTITUTION

School of Business

Program: Financial Management

Option: Finance

**FMGT4611**  
**Security Analysis 2**

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<b>Start Date:</b>	January 2004	<b>End Date:</b>	May 2004
<b>Total Hours:</b>	80	<b>Total Weeks:</b>	20
<b>Hours/Week:</b>	4	<b>Lecture:</b>	2
		<b>Lab:</b>	2
<b>Prerequisites</b>		<b>Term/Level:</b>	4A&B
<b>Course No.</b>	<b>Course Name</b>	<b>Course Credits:</b>	2.5
	FMGT 3610	<b>Shop:</b>	
		<b>Seminar:</b>	
		<b>Other:</b>	
<b>Prerequisites</b>		<b>FMGT4611 is a Prerequisite for:</b>	
<b>Course No.</b>	<b>Course Name</b>	<b>Course No.</b>	<b>Course Name</b>
	FMGT 3610		

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**v Course Description (required)**

The primary objective of the course is to impart to the students the principles of investment and the rules and regulations of the investment industry in Canada.

This course is part two of BCIT's offering of the Canadian Securities Institute's (CSI) Canadian Securities Course™ (CSC) and Conduct & Practices Handbook (CPH) course. As such, the course 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 latter part of the course will study the rules and regulations making up the securities market in Canada. Note, there is an extra fee of \$400 (including GST) to enroll with CSI for the CPH course. This fee includes the exam and textbook (fees are subject to change).

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

Final Examination	50%
Midterm	30%
Weekly in Class Assignments	20%
<b>TOTAL</b>	<b>100%</b>

**Comments:** The mark for your final exam will be a weighted average of the marks you receive for the CSC Exam I (40%), CSC Exam II (30%) and the CPH Exam (30%).

**NOTE:** You must pass the CSC and the CPH with the CSI to pass FMGT 4611.

**v 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.
- Understand the rules and regulations of the investment industry.

**v Verification**

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

\_\_\_\_\_  
Authoring Instructor

\_\_\_\_\_  
Date

I verify that this course outline has been reviewed.

\_\_\_\_\_  
Program Head/Chief Instructor

\_\_\_\_\_  
Date

I verify that this course outline complies with BCIT policy.

\_\_\_\_\_  
Dean/Associate Dean

\_\_\_\_\_  
Date

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

**v Instructor(s)**

Jerome Gessaroli

Office Location: SE6-319

Office Phone: 431-4923

Office Hrs.: Posted on Door

E-mail Address: Jerome\_Gessaroli@bcit.ca

**v Learning Resources**

*Required:*

Canadian Securities Course™ Text and the Conduct & Practices Handbook™

*Recommended:*

None

**v Information for Students**

*(Information below can be adapted and supplemented as necessary.)*

**Assignments:** Late assignments, lab reports or projects will **not** be accepted for marking. Assignments must be done on an individual basis unless otherwise specified by the instructor.

**Makeup Tests, Exams or Quizzes:** There will be **no** makeup tests, exams or quizzes. If you miss a test, exam or quiz, you will receive zero marks. Exceptions may be made for **documented** medical reasons or extenuating circumstances. In such a case, it is the responsibility of the student to inform the instructor **immediately**.

**Ethics:** BCIT assumes that all students attending the Institute will follow a high standard of ethics. Incidents of cheating or plagiarism may, therefore, result in a grade of zero for the assignment, quiz, test, exam, or project for all parties involved and/or expulsion from the course.

**Attendance:** The attendance policy as outlined in the current BCIT Calendar will be enforced. Attendance will be taken at the beginning of each session. Students not present at that time will be recorded as absent.

**Illness:** A doctor's note is required for any illness causing you to miss assignments, quizzes, tests, projects, or exam. At the discretion of the instructor, you may complete the work missed or have the work prorated.

**Attempts:** Students must successfully complete a course within a maximum of three attempts at the course. Students with two attempts in a single course will be allowed to repeat the course only upon special written permission from the Associate Dean. Students who have not successfully completed a course within three attempts will not be eligible to graduate from the appropriate program.

**Course Outline Changes:** The material or schedule specified in this course outline may be changed by the instructor. If changes are required, they will be announced in class.

**v Course Details**

- You must successfully complete Exam I through the CSI before you can write the CSC Exam II.
- Thus, you **must** arrange to write, **and pass**, Exam I at the CSI offices by **January 9<sup>th</sup>, 2004**.
- You must **write and pass both CSC Exams, as well as write the Conduct & Practices Handbook Exam, and submit your marks** to BCIT by the stated deadlines in order to pass Security Analysis II.
- 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™ exams and the Conduct & Practices Handbook™ 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% 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.

- Currently, the plan is for the CPH exam to be written in the final exam period at BCIT. You will be informed of the details for this exam.
- The final exam mark for Security Analysis II will be based on the weighted average of the two CSC exams and the CPH exam.

You **must** submit the results of **all** 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 for **all three** of your exams **must** be submitted to your instructor **by** May 21<sup>st</sup>, 2004 for you to receive credit for Security Analysis II.

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

**J: [OUT\FMGT\4610]**