

Required material for final

- Chapter 11:** Determine mispricing of assets according to the CAPM
- Chapter 13:** Calculate WACC
Determine changes in required rates of return and betas with changes in the Capital Structure
Determine appropriate discount rate for projects (lever and unlever betas)
- Chapter 14:** Understand concepts of Weak, Semi-strong and Strong form efficiency
Understand process of price adjustment to new information if markets are efficient or not
- Chapter 16:** Modigliani-Miller propositions I and II
Understand changes in Firm value and Equity rate of return
- Chapter 18:** Use APV, WACC and FTE methods
Know differences between unlevered and levered cash flows