I. GENERAL INFORMATION

II. COURSE INFORMATION

COURSE OBJECTIVES
The main objective of the course is to provide the students with the knowledge about financial markets, the structure, functioning and institutions of capital markets as well as financial securities. The students are expected to reach a certain level of knowledge about the structure, functioning and institutions of capital markets and to be able to perform basic stock and bond valuation. Another objective of the course is to have the students grasp the structure of financial derivatives and how they can be used in financial risk management.

COURSE DESCRIPTION
This course covers the types, structures and functioning of financial markets. Types of institutions and securities in the financial markets are introduced and basic security valuation is made.

COURSE METHODOLOGY
The course will basically be in lecture format. However, students are expected to participate through raising questions and class discussion.

COURSE REQUIREMENTS
Attendance to the class is compulsory. Having been taken BUS 305 "Corporate Finance" and BUS 306 "Financial Management" and having an experience about the financial tables helps in the course. Students are encouraged to read the relevant subjects from the main text prior to the class. The success of the students depends on their attendance, interest and participation in the classes. Students are required to take a mid-term and a final examination.

GRADING INFORMATION & CRITERIA
40% of the midterm exam and 60% of the final exam constitute the raw grade of the course. Raw grade is then converted into letter grade through the curve system. The outcomes are e-mailed to the students.

REQUIRED & PROPOSED MATERIALS
Main Text: Capital Markets and Security Analysis (Sermaye Piyasası ve Menkul Değer Analizi)

Suggested Material : "Capital Markets" (Sermaye Pazarları)


EXTRA INFORMATION
* Students are expected to come to the class on time.
* Students should not come to the office with questions regarding the coverage of the exams and the weights of subjects in the exams. Required information regarding the exams will be given in the class. Whether the exam will be in essay or
multiple choice form will be announced a week before the exam.

**COURSE OUTLINE**

The topics to be covered throughout the course are as follows:

4th Week : Marketing Stocks, Capital Market Institutions in Turkey.
5th Week : Capital Market Institutions in Turkey, Stocks and Types of Stocks.
6th Week : Bonds and Types of Bonds, Convertible Bond, Warrant, Convertible Securities
7th Week : Asset Backed Securities, Repos and Reverses, Commercial Papers, Banker's Acceptances, General Evaluation of Securities in Terms of Degree of Control, Profit and Risk Associated with Them.
8th Week : Stock Valuation.
9th Week : Stock Valuation, Bond Valuation.
10th Week : Bond Valuation
11th Week : Fundamental Analysis, Technical Analysis
12th Week : Technical Analysis
13th Week : Financial Derivatives; Forward Contracts, Future Contracts
14th Week : Financial Derivatives; Option Contracts.