ACST1001
Finance Fundamentals
Session 2, Online-scheduled-In person assessment, North Ryde 2024

Department of Applied Finance

Contents

General Information 2
Learning Outcomes 2
General Assessment Information 3
Assessment Tasks 3
Delivery and Resources 6
Unit Schedule 7
Policies and Procedures 8
Changes from Previous Offering 10
Changes since First Published 10

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https://unitguides.mq.edu.au/unit_offerings/162416/unit_guide/print
General Information

Unit convenor and teaching staff
Coordinator, please ask subject-related questions on the forum, otherwise email acst1001@mq.edu.au
Keith Woodward
keith.woodward@mq.edu.au
See ilearn

Unit administrator and teaching assistant
Imran Shahzada
acst1001@mq.edu.au
See ilearn

Credit points
10

Prerequisites

Corequisites

Co-badge status

Unit description
This unit focuses on the fundamental finance skills that are essential for any successful business.
Students will examine the roles and interaction of participants in the financial system and apply financial decision-making tools to value and evaluate investment and financing opportunities. Students will also learn about risk and return, the importance of cash flows and the various financial instruments traded in global financial markets.
Students will develop fundamental finance knowledge and apply this in authentic real-world problems.
Students will develop critical thinking and problem-solving skills.

Important Academic Dates
Information about important academic dates including deadlines for withdrawing from units are available at https://www.mq.edu.au/study/calendar-of-dates

Learning Outcomes
On successful completion of this unit, you will be able to:

ULO1: Explain how the financial system supports and influences business decisions.
ULO2: Apply time value of money techniques to value financial instruments.

ULO3: Explain the relationship between risk and return and calculate the cost of capital for a business.

ULO4: Use critical thinking and problem solving to make investment and financing decisions for a business

General Assessment Information

Late Assessment Submission Penalty (written assessments)

Unless a Special Consideration request has been submitted and approved, a 5% penalty (of the total possible mark) will be applied each day a written assessment is not submitted, up until the 7th day (including weekends). After the 7th day, a grade of ‘0’ will be awarded even if the assessment is submitted. Submission time for all written assessments is set at 11.55pm. A 1-hour grace period is provided to students who experience a technical concern.

For any late submissions of time-sensitive tasks, such as scheduled tests/exams, performance assessments/presentations, and/or scheduled practical assessments/labs, students need to submit an application for Special Consideration.

Workshop Participation - Active Engagement In Class Assessment (expectations, logistics, and special consideration)

Weekly tutorial workshop participation is expected throughout the session. Students are expected to attend all tutorial workshops and participate in activities. Student performance in these activities will be assessed during class. The best 8 out of 12 workshop marks will count towards your unit grade. Despite this ‘8 out of 12’ requirement, participation in all workshops will enhance your chances of success in the unit, as workshops are where we engage with the unit material via active learning, as well as preparation and revision for other unit assessments. There is a positive correlation between workshop participation and unit success.

You do not need to submit a Special Consideration case unless you miss more than 4 workshops. If you do submit a Special Consideration case for the Active Engagement Assessment - in your case-ticket, you must specify how many workshops you have missed in total for this unit. Students who specify that they have only missed 4 or less workshops in total will have their cases automatically declined - as you still have the opportunity to have 8 submissions.

Assessment Tasks

<table>
<thead>
<tr>
<th>Name</th>
<th>Weighting</th>
<th>Hurdle</th>
<th>Due</th>
</tr>
</thead>
<tbody>
<tr>
<td>Workshop Participation</td>
<td>20%</td>
<td>No</td>
<td>Weekly in tutorials</td>
</tr>
<tr>
<td>Quizzes</td>
<td>20%</td>
<td>No</td>
<td>First quiz Sunday 25 August; Second quiz Sunday 6 October</td>
</tr>
</tbody>
</table>
### Unit guide ACST1001 Finance Fundamentals

<table>
<thead>
<tr>
<th>Name</th>
<th>Weighting</th>
<th>Hurdle</th>
<th>Due</th>
</tr>
</thead>
<tbody>
<tr>
<td>Assignment</td>
<td>20%</td>
<td>No</td>
<td>Sunday 13 October</td>
</tr>
<tr>
<td>Final Examination</td>
<td>40%</td>
<td>No</td>
<td>See central exam timetable, published later in the semester</td>
</tr>
</tbody>
</table>

**Workshop Participation**

Assessment Type 1: Participatory task  
Indicative Time on Task 2: 10 hours  
Due: **Weekly in tutorials**  
Weighting: 20%

Weekly workshop participation is expected throughout the session. Students are expected to attend all workshops and participate in activities. Student performance in these activities will be assessed.

On successful completion you will be able to:

- Explain how the financial system supports and influences business decisions.
- Apply time value of money techniques to value financial instruments.
- Explain the relationship between risk and return and calculate the cost of capital for a business.
- Use critical thinking and problem solving to make investment and financing decisions for a business

**Quizzes**

Assessment Type 1: Quiz/Test  
Indicative Time on Task 2: 10 hours  
Due: **First quiz Sunday 25 August; Second quiz Sunday 6 October**  
Weighting: 20%

There are two online quizzes during the session, each worth 10%.

On successful completion you will be able to:

- Explain how the financial system supports and influences business decisions.
- Apply time value of money techniques to value financial instruments.
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Assignment
Assessment Type 1: Case study/analysis
Indicative Time on Task 2: 20 hours
Due: Sunday 13 October
Weighting: 20%

The assignment will cover quantitative and qualitative analysis of a financial scenario or problem.

On successful completion you will be able to:
• Explain how the financial system supports and influences business decisions.
• Apply time value of money techniques to value financial instruments.
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Final Examination
Assessment Type 1: Examination
Indicative Time on Task 2: 15 hours
Due: See central exam timetable, published later in the semester
Weighting: 40%

The final examination will be two-hours plus ten-minutes reading time to be held during the University Examination period.

On successful completion you will be able to:
• Explain how the financial system supports and influences business decisions.
• Apply time value of money techniques to value financial instruments.
• Explain the relationship between risk and return and calculate the cost of capital for a business.
• Use critical thinking and problem solving to make investment and financing decisions for a business

1 If you need help with your assignment, please contact:
  • the academic teaching staff in your unit for guidance in understanding or completing this type of assessment
  • the Writing Centre for academic skills support.

2 Indicative time-on-task is an estimate of the time required for completion of the assessment task and is subject to individual variation

Delivery and Resources

Learning and Teaching Activities

We look forward to seeing you in the weekly lecture (1.5 hours) and tutorials (1.5 hours)!

Tutorials start from week 2, lectures start from week 1

Lectures

We'll discuss some fascinating finance topics including stock investment, valuation and business projects! Each lecture we'll cover some theory and mathematical formulas, with practical examples of how both are applied in the real world and in the exams and assignments that you'll complete.

Tutorials

Tutorials are widely regarded as the best learning experience, with small classes led by expert and enthusiastic teachers. Students should register for a tutorial. Tutorial participation will be marked and assessed. Details will be available on ilearn.

Tutorial enrolment or change of tutorial can be made through eStudent in the first two weeks of the session. Students should attend their allocated tutorial, but exceptions may occur on a one-off basis. That is, where circumstances prevent you attending your own tutorial in a given week, you may attend an alternative tutorial if room is available. Please do NOT email the unit convener or any member of the teaching team regarding changing of registered tutorials. We are unable to do this for you.

Additional learning support will be available during tutor consultation times!

Prescribed Text


https://multisearch.mq.edu.au/permalink/61MACQUARIE_INST/7h5qs5/alma9924473930780217
Similar optional books:


https://multisearch.mq.edu.au/permalink/61MACQUARIE_INST/467i3g/cdi_proquest_ebookcentral_EBC5637846


https://multisearch.mq.edu.au/permalink/61MACQUARIE_INST/1c87tk9/alma99244660728502171

Technology Used and Required

Calculator

A calculator will be required for the various calculations throughout the session, and for the Final Examination.

Scientific calculators need the following minimum functionality: \(x^y\) or \(^\) functions. Non-programmable financial calculators are permitted too, but unnecessary.

Software

Students should have access to Excel software (version 2013 or more recent),

See https://students.mq.edu.au/support/technology/service-desk/office-365 for instructions on how to get your free copy of Microsoft Office!

Knowledge of Maths

A background of HSC General Mathematics or equivalent numerical competency is assumed.

Students requiring assistance with the unit's mathematical elements throughout the term may consult with the Numeracy Centre team during appointed hours (no appointment needed). http://students.mq.edu.au/support/study/numeracy

Unit Schedule

<table>
<thead>
<tr>
<th>Week</th>
<th>Week date (Wednesday)</th>
<th>Lecture topic</th>
<th>Lectures scheduled</th>
<th>Tutorial workshop scheduled</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>24-Jul</td>
<td>The financial system and markets.</td>
<td>Yes</td>
<td>No</td>
</tr>
<tr>
<td>2</td>
<td>31-Jul</td>
<td>Returns, interest rates and inflation.</td>
<td>Yes</td>
<td>Yes</td>
</tr>
<tr>
<td>3</td>
<td>7-Aug</td>
<td>Time value of money using perpetuities and annuities.</td>
<td>Yes</td>
<td>Yes</td>
</tr>
<tr>
<td>4</td>
<td>14-Aug</td>
<td>Home loans.</td>
<td>Yes</td>
<td>Yes</td>
</tr>
</tbody>
</table>
### Policies and Procedures

Macquarie University policies and procedures are accessible from [Policy Central](https://policies.mq.edu.au). Students should be aware of the following policies in particular with regard to Learning and Teaching:

- Academic Appeals Policy
- Academic Integrity Policy
- Academic Progression Policy
- Assessment Policy
- Fitness to Practice Procedure
- Assessment Procedure
- Complaints Resolution Procedure for Students and Members of the Public
- Special Consideration Policy

Students seeking more policy resources can visit [Student Policies](https://students.mq.edu.au/support/study/policies). It is your one-stop-shop for the key policies you need to know about throughout your undergraduate student journey.

To find other policies relating to Teaching and Learning, visit [Policy Central](https://policies.mq.edu.au) and use the search tool.

### Student Code of Conduct

Macquarie University students have a responsibility to be familiar with the Student Code of Conduct.

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**Unit guide** ACST1001 Finance Fundamentals

<table>
<thead>
<tr>
<th>Date</th>
<th>Event Description</th>
<th>Assessment</th>
<th>Resit Assessment</th>
</tr>
</thead>
<tbody>
<tr>
<td>5 21-Aug</td>
<td>Capital budgeting principles: net present value (NPV), internal rate of return (IRR) and payback period. 10% online quiz, opens Monday 19 August, closes Sunday 25 August.</td>
<td>Yes</td>
<td>Yes</td>
</tr>
<tr>
<td>6 28-Aug</td>
<td>Capital budgeting special cases: projects of different lives and mutually exclusive projects.</td>
<td>Yes</td>
<td>Yes</td>
</tr>
<tr>
<td>7 4-Sep</td>
<td>Bonds.</td>
<td>Yes</td>
<td>Yes</td>
</tr>
<tr>
<td>8 11-Sep</td>
<td>Shares introduction.</td>
<td>Yes</td>
<td>Yes</td>
</tr>
<tr>
<td></td>
<td>Mid-session break from Monday 16 September to Sunday 29 September.</td>
<td>No</td>
<td>No</td>
</tr>
<tr>
<td>9 2-Oct</td>
<td>Share pricing, investment and limit order books. 10% online quiz, opens Monday 30 September, closes Sunday 6 October.</td>
<td>Yes</td>
<td>Yes</td>
</tr>
<tr>
<td>10 9-Oct</td>
<td>Market efficiency and the capital asset pricing model (CAPM). 20% Individual assignment due Sunday 13 October.</td>
<td>Yes</td>
<td>Yes</td>
</tr>
<tr>
<td>11 16-Oct</td>
<td>Raising capital.</td>
<td>Yes</td>
<td>Yes</td>
</tr>
<tr>
<td>12 23-Oct</td>
<td>Special topics.</td>
<td>Yes</td>
<td>Yes</td>
</tr>
<tr>
<td>13 30-Oct</td>
<td>Final exam revision.</td>
<td>Yes</td>
<td>Yes</td>
</tr>
</tbody>
</table>
Conduct: [https://students.mq.edu.au/admin/other-resources/student-conduct](https://students.mq.edu.au/admin/other-resources/student-conduct)

### Results
Results published on platform other than eStudent, (eg. iLearn, Coursera etc.) or released directly by your Unit Convenor, are not confirmed as they are subject to final approval by the University. Once approved, final results will be sent to your student email address and will be made available in eStudent. For more information visit [ask.mq.edu.au](http://ask.mq.edu.au) or if you are a Global MBA student contact [globalmba.support@mq.edu.au](mailto:globalmba.support@mq.edu.au)

### Academic Integrity
At Macquarie, we believe academic integrity – honesty, respect, trust, responsibility, fairness and courage – is at the core of learning, teaching and research. We recognise that meeting the expectations required to complete your assessments can be challenging. So, we offer you a range of resources and services to help you reach your potential, including free online writing and maths support, academic skills development and wellbeing consultations.

### Student Support
Macquarie University provides a range of support services for students. For details, visit [http://students.mq.edu.au/support/](http://students.mq.edu.au/support/)

#### The Writing Centre
The Writing Centre provides resources to develop your English language proficiency, academic writing, and communication skills.

- Workshops
- Chat with a WriteWISE peer writing leader
- Access StudyWISE
- Upload an assignment to Studiosity
- Complete the Academic Integrity Module

The Library provides online and face to face support to help you find and use relevant information resources.

- Subject and Research Guides
- Ask a Librarian

### Student Services and Support
Macquarie University offers a range of Student Support Services including:

- IT Support
- Accessibility and disability support with study
- Mental health support
- Safety support to respond to bullying, harassment, sexual harassment and sexual
assault

- **Social support including information about finances, tenancy and legal issues**
- **Student Advocacy**, provides independent advice on MQ policies, procedures, and processes

### Student Enquiries

Got a question? Ask us via [AskMQ](https://www.mq.edu.au/askmq), or contact [Service Connect](https://www.mq.edu.au/service-connect).  

### IT Help

For help with University computer systems and technology, visit [http://www.mq.edu.au/about_us/offices_and_units/information_technology/help/](http://www.mq.edu.au/about_us/offices_and_units/information_technology/help/).

When using the University’s IT, you must adhere to the [Acceptable Use of IT Resources Policy](https://www.mq.edu.au/about_us/offices_and_units/information_technology/help/). The policy applies to all who connect to the MQ network including students.

### Changes from Previous Offering

Macquarie Business School Bachelor degrees have undergone an extensive internal and external review during 2022 and 2023. For 2024, we have refreshed this unit in line with the recommendations of the review panels which included senior academics from other universities, Macquarie University alumni, and industry experts.

### Changes since First Published

<table>
<thead>
<tr>
<th>Date</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>27/06/2024</td>
<td></td>
</tr>
</tbody>
</table>

Unit information based on version 2024.04 of the [Handbook](https://www.mq.edu.au/about_us/offices_and_units/information_technology/help/).