FINANCE

Located in New York City, the world's financial capital, the Gabelli School of Business prepares students for a wide range of careers within the financial services industry. Students may choose from three broad career orientations in the field of finance to focus their academic pursuits: corporate finance, investment management, and financial institutions.

- Corporate finance courses are appropriate for students interested in the investment and financing decisions of business firms and nonprofit organizations. They emphasize the development of analytical techniques and an understanding of how the economic environment influences day-to-day and long-term financial decisions.
- Investment management is intended for students primarily interested in the evaluation of securities and the management of portfolios. Here, the focus is on the relationship between the economic environment and the valuation of securities.
- The financial institutions program is offered in cooperation with the economics department and is intended to serve commercial banks, insurance companies, and other financial institutions not generally covered under corporate finance and investment management.

Students who want to include finance as a component of their degree have multiple options, each of which offers a specific level of depth and structure. Finance may be studied as a major, a primary concentration, or a secondary concentration. The finance area also houses additional areas of concentration that represent growing niche areas within the financial field.

**How courses are counted**

Students must note the following rules, implemented in fall 2013, for how courses are counted. A student may count a maximum of one class in fulfilling more than one purpose—that is, toward any combination of major, minor, and primary or secondary concentration. For example, only one economics class could count toward both a finance major and an economics minor; any additional economics class would count toward the finance major OR the economics minor, but not both. Similarly, one management class could count toward both a primary concentration in management and a minor in sustainable business, but any subsequent management class would not count toward both. Any exceptions to these rules will be posted within the specific area major, minor, or concentration requirements.

**For more information**

Visit the Finance Area web page.

**Programs**

**Majors**

- Applied Accounting and Finance Major
- Finance Major

**Primary and/or secondary concentrations:**

- Concentration in Alternative Investments
- Concentration in Finance
- Concentration in Fintech
- Concentration in Global Finance and Business Economics

**Courses**

**Our Courses**

**FNBU 3221. FINANCIAL MANAGEMENT. (3 Credits)**


*Attribute*: BUMI.

*Prerequisite*: ACBU 2222.

**FNBU 3222. ST:FINANCIAL MANAGEMENT LAB. (1 Credit)**

This optional lab is aimed at finance students. It will provide additional training in skills that are likely to be useful when seeking finance internships. It will relate to FNBU 3221 - Financial Management, but will also involve additional concepts. Attendance, homework, and grading are expected.

**FNBU 3440. CORPORATE FINANCIAL POLICY. (3 Credits)**

From the standpoint of finance theory, the value created by a corporation depends on the profitability of investments and the mode of financing these profitable investments. This course enables students to analyze and understand the interaction between the investment and financing decisions. The course is case-oriented and covers advanced capital budgeting issues, debt-equity choice, dividend decision, investment banking, convertibles and warrants and issues of international corporate finance.

*Prerequisites*: HPCB 3221 or FNBU 3221.

**FNBU 3441. INVESTMENTS & SECURITY ANLYS. (3 Credits)**


*Prerequisites*: FNBU 3221 or HPCB 3221.

**FNBU 3442. PORTFOLIO MANAGEMENT. (3 Credits)**

Focuses on management of large institutional portfolios, such as pension endowment and mutual funds. Diversification concepts and analytical techniques, including Markowitz and simplified capital asset pricing models are considered. Covers strategies for asset allocation decisions, equity management, fixed income security management and options.

*Prerequisite*: FNBU 3441.

**FNBU 3443. GLOBAL BUSINESS ECON & TRADE. (3 Credits)**

This course familiarizes students with international trade and finance concepts, and their application to managerial decision making. Opportunities and risks in the global economy will be analyzed across a range of countries and industries. We prepare students to identify global trends by highlighting how comparative advantages evolve and change. Case analyses and a class project play major roles in achieving the objectives of the course.

*Attribute*: BUMI.

*Prerequisite*: ACBU 2222.
FNBU 3444. GLOBAL FINANCIAL MANAGEMENT. (3 Credits)
This course addresses the problems faced by an international banker or a financial officer of a multinational firm. It emphasizes financial decisions not usually considered by managers of purely domestic firms including exchange rate fluctuations, tax structures across countries, and political risk. The course focuses on: identification, measurement and management of exchange rate exposure and hedging strategies; taxation of international income and transfer pricing policies; international capital budgeting, determination of the cost of capital; global financing; and designing financial structure. Students will also be introduced to essential aspects of financial derivatives - futures / forwards / swaps / options - especially as they apply to currency and interest rate markets.
Prerequisites: FNBU 3441 and FNBU 3443.

FNBU 3445. INVESTING IN THE EU. (3 Credits)
The EU is the largest market for US exports and foreign direct investment. The objective of the course is to familiarize students with the process of regional integration and monetary unification in Europe, along with the opportunities and challenges for foreign investors. Regulatory differences between the US and EU that impact the financial sector and competition will be analyzed. Despite deep economic and financial integration in the EU, significant country and regional differences exist. Such country-specific differences together with the implications of Brexit will be analyzed drawing on Harvard Business case studies and current issues.
Prerequisite: FNBU 3221.

FNBU 3446. FUTURES AND OPTIONS MARKET. (3 Credits)
An introduction to futures, options and commodities trading. The course covers all the basic principles of futures, options, and swaps markets and contracts. Key theoretical models and trading methods are examined.
Prerequisites: (FNBU 3221 or HPCB 3221) and FNBU 3441 (may be taken concurrently).

FNBU 3447. REAL ESTATE FINANCE. (3 Credits)
A course in the valuation and financial structuring of real estate. Discusses the major factors affecting the real estate market, including general tax and depreciation policies. The roles of principal lending institutions, mortgage banks and investment banks in real estate lending, syndications and partnerships are presented. The course also surveys the real estate-related securities and their markets.
Prerequisites: FNBU 3221 or HPCB 3221.

FNBU 3448. ST:ADV REAL ESTATE FINANCE. (3 Credits)
This course will cover advanced topics in applied real estate.
Prerequisite: FNBU 3447.

FNBU 3450. ST: FINTECH - AN INTRODUCTION. (3 Credits)
FinTech is a new and emerging field of technology that is disrupting the way that many companies are conducting business. FinTech has already “forever” changed many sectors including mobile payments, social media, money transfer, loans, fundraising, travel, trading and asset management. It has completely revolutionized the way companies are developing products, conducting research, establishing directed sales and marketing plans, and utilizing start-up technology. Businesses are using FinTech to expand their products and services at a fraction of its previous cost. Entrepreneurs are utilizing FinTech as a central foundation for research, funding, and product development. Customers are already utilizing FinTech as part of their daily lives - mobile apps, social media, banking, online shopping, entertainment and gaming. This course will introduce students to the breadth of FinTech, and touch upon the technical underpinnings.
Attribute: ENT.
Prerequisite: FNBU 3221.

FNBU 4100. MERGERS AND ACQUISITIONS. (3 Credits)
Mergers and corporate restructurings occupy an important place in corporate finance and corporate strategy. Valuation models and innovative financing techniques find widespread applications in this field. This course will familiarize students with the major concepts and applications in corporate restructuring. Special attention will be given to analyze the spectacular developments of the last decade. Students will be asked to prepare case-notes from Wall Street Journal and Business Week and these will be discussed more fully in class.
Attribute: GLBB.
Prerequisites: FNBU 3440 or FNBU 3441.

FNBU 4439. ST: NON CONCENTRATION VALUE INVESTING. (3 Credits)
This course DOES NOT COUNT FOR VALUE INVESTING 2nd CONCENTRATION. NOTE: 2ND Concentration V.I. students will not get credit for this course. This survey course is designed to introduce the fundamentals of the Graham and Dodd value approach to investment analysis. The course will cover the basic structure of the analytical approach to value investing and its relationship to other investing styles. The topic will be described through lectures, exercises, readings, in-class discussions and homework assignments. The last sessions of the course will be devoted to student presentations of their investment recommendations.
Prerequisite: FNBU 3441.

FNBU 4440. ST: INVESTMENT BANKING. (3 Credits)
This course is intended to give students a practical introduction to investment banking and its role in helping corporations raise capital from the global capital markets. Topics include: venture capital, public offerings, private placements, going public, stock and bond financing, convertibles and other hybrid instruments, design of innovative securities, swaps and other derivative instruments, mergers and acquisitions and leveraged buyouts.
Prerequisite: FNBU 3221.

FNBU 4441. SPECIAL TOPIC: SUSTAINABILITY AND FINANCE. (3 Credits)
As companies adopt sustainability as a value and a business strategy, finance practitioners are evaluating how their work can advance this mission. How is sustainability changing the way companies conceive of and apply financial tools and techniques? This course examines how financial practice can either support or undermine global sustainability. Using examples of leading and creative financial practitioners, it will explore among other topics, how companies are using data to measure sustainability impacts; how managers are creating financial value by pursuing sustainability; how investment and lending community is learning to assess companies according to new sustainability criteria; and how the existing financial paradigm of shareholder wealth maximization (SWM) might further evolve to more explicitly incorporate the goals of global sustainability.
Prerequisites: FNBU 3221 or HPCB 3221.

FNBU 4443. SPECIAL TOPIC: COMMERCIAL CREDIT AND BANKING. (3 Credits)
This course explores credit analysis and the loans approval process, and it prepares students for positions with commercial lenders. Emphasis is placed on accounting and Excel modeling related to default risk. Important topics include ratio, cash flow, and projection analyses, and loan contracts, oversight, and credit deterioration. Deals and case studies will reinforce concepts. Prerequisite: FNBU 3221.
Prerequisites: FNBU 3221 or HPCB 3221.
FNBU 4445. TOPICS IN FINANCE. (3 Credits)
Offered from time to time to permit faculty and students to explore a finance topic of particular interest. The specific topic and prerequisites are announced when the course is offered.
Attribute: GLBB.
Prerequisite: FNBU 3441.

FNBU 4447. SPECIAL TOPIC: CREDIT AND SPECIAL SITUATION INVESTING. (3 Credits)
High yield/ distressed debt investing overlays the complications and intricacies of corporate organizational structures and legal frameworks with fundamental business valuation and securities selection. Through the use of real world case studies, the course will examine the actual step-by-step process undertaken by a hedge fund professional when considering an investment in the fixed income securities of a highly leveraged company.
Prerequisites: FNBU 3221 or HPCB 3221.

FNBU 4448. ST: PRIVATE EQUITY. (3 Credits)
The objective of this class is to offer students a strong working knowledge of the private equity industry. We will examine the industry from a number of viewpoints including but not limited to, the structure of the industry, the investors, and the analysis of investments. In addition we will discuss how fund managers add value to the companies they purchase as well as how they exit (sell) the companies through IPO’s or other transactions.
Attribute: ENT.
Prerequisites: FNBU 3221 or HPCB 3221.

FNBU 4449. SPECIAL TOPIC: SMALL BUSINESS FINANCE. (3 Credits)
Small Business Finance is the gateway to entrepreneurship and then enterprise management. This course will take the student from Start-Up to the cross-over point of revenue, profitability, structure and management. It will allow the enterprise to grow and succeed or stumble and fail.
Attribute: ENT.

FNBU 4450. GLOBAL INVESTMENTS. (3 Credits)
Course required for concentration. Reviews the case for and against international investing. Provides an understanding of international investment concepts. Topics include: purchasing power and interest rate parity, currency risk and how to hedge it, mean-variance investment concepts in an international context, emerging markets and how professional investors approach international investing.
Attributes: GLBB, INST.
Prerequisite: FNBU 3441.

FNBU 4453. SPECIAL TOPIC: FIXED-INCOME ANALYSIS. (3 Credits)
The U.S. bond market is twice the size of the stock market, and interest rate contracts comprise three-fourths of all derivatives. This course focuses on the risk and return characteristics of individual fixed income securities as well as basic bond portfolio strategies. The term structure of interest rates, implied forward rates, related futures, Z-spreads, and basis-point risk will be studied. We will discuss credit and liquidity risk, embedded options, interest rate swaps, and securitizations. Market data using Bloomberg machines will be used throughout the course.
Prerequisite: FNBU 3441.

FNBU 4454. SPECIAL TOPIC: FINANCIAL MODELING. (3 Credits)
This course will introduce the student to the process of designing and building financial models using Microsoft Excel. Examples will be drawn from Finance/Accounting. The student will learn the steps needed to understand a financial problem, design a solution, then implement the solution in the spreadsheet. Lab time will be used to explore features of Excel frequently used in financial models. The class will also discuss how Excel is used to structure, manipulate, debug, and present financial models and their results. The course will prepare the student to use Excel and financial modeling effectively in a business environment.
Prerequisites: FNBU 3221 or HPCB 3221.

FNBU 4455. SPECIAL TOPIC: HEDGE FUNDS. (3 Credits)
An introductory course designed to provide students with an overview of the alternative investment business and in particular Hedge Fund Investment Management. The course will survey the rationale for investing in Hedge Funds from an academic and a practitioner’s perspective. The course will explore the benefits of including alternative investments and hedge funds in traditional portfolios and asset allocation models from both an individual and institutional investors’ perspective. Students will learn about building blocks of alternative investments such as leverage, short selling and derivatives. They will also learn to perform detailed rate of return and risk assessment on a wide range of the most popular hedge fund strategies and styles, including long/short equity, global macro, quantitative trading, credit arbitrage, convertible arbitrage, risk arbitrage and distressed investing.
Prerequisites: (FNBU 3221 or HPCB 3221 or HPBU 3221) and FNBU 3441.

FNBU 4456. SPECIAL TOPIC: VENTURE CAPITAL. (3 Credits)
This course introduces the cyclical venture-capital process, and examines it from the viewpoint of entrepreneurs, venture capitalists, and investors. Topics include raising venture capital, structuring venture capital partnerships, and key issues in evaluating stage companies, including exit alternatives, intellectual property, and patent issues.
Attribute: ENT.
Prerequisites: FNBU 3221 or HPCB 3221.

FNBU 4457. INTRODUCTION TO VALUE INVESTING. (3 Credits)
Value Investing, developed by Graham and Dodd, is a time tested and proven investment methodology which is based on a detailed analysis of a company’s current and historical balance sheet, income and cash flow statements. Students will learn how to identify and analyze undervalued securities which provide a significant margin of safety to their intrinsic value.
Prerequisites: FNBU 3221 or HPCB 3221 and (ACBU 2222 and ACBU 2223).

FNBU 4458. BEHAVIORAL FINANCE. (3 Credits)
Behavioral Finance suggests that investors can and often do make investment decisions based less upon rational, elaborate modeling techniques and often on heuristics (short cuts) and biases. Behavioral Finance therefore seeks to understand the psychological roots of decision making in order to explain financial and investment anomalies, investor behavior, and asset prices. Prerequisite: FNBU 3221.
Prerequisites: FNBU 3221 or HPCB 3221.
FNBU 4459. ADVANCED TOPICS IN VALUE INVESTING. (3 Credits)
Students will study a variety of advanced topics which build on the principles outlined in Introduction to Value Investing and Behavioral Finance. The class will study real-world situations in the current market environment, employ multiple valuation frameworks and improve students' ability to make informed decisions. Among other topics, the class will study business strategy, Mario Gabelli's Private Market Value with a Catalyst, capital allocation principles, distressed investing and merger arbitrage.
Prerequisite: FNBU 4457.

FNBU 4461. SPECIAL TOPIC: FINANCE AND BUSINESS IN A POST-CRISIS WORLD. (3 Credits)
Objective: Expose students to the transformational economic events of the past few years, while analyzing the shifting contours of global finance and trade. Specifically, the course will review the pros and cons of globalization; the key drivers of a more open and integrated global economy; the "rise of the rest," or the developing nations, led by China and India, the origins of the global financial crisis, the global policy responses to the crisis, and how the events/policies of today will influence the global economy of tomorrow.
Attribute: GLBB.
Prerequisites: FNBU 3221 or HPCB 3221.

FNBU 4462. ST:STDT MGD INV FUND - FALL. (3 Credits)
Over 2 consecutive semesters, students will actively manage a global balanced portfolio consisting of securities representing the major uncorrelated asset classes, namely equities, bonds, and alternative investments consisting of commodities, real estate, and FX. Prerequisite: FNBU 3441 Investment and Securities Analysis.
Prerequisites: FNBU 3221 or HPCB 3221.

FNBU 4463. ST:STDT MGD INV FUND - SPRING. (3 Credits)
Over 2 consecutive semesters, students will actively manage a global balanced portfolio consisting of securities representing the major uncorrelated asset classes, namely equities, bonds, and alternative investments consisting of commodities, real estate, and FX. Prerequisite: FNBU 3441 Investment and Securities Analysis.
Attribute: GLBB.
Prerequisite: FNBU 4462.

FNBU 4464. SPECIAL TOPIC: COMPLIANCE AND RISK MANAGEMENT. (3 Credits)
This course will review risk management in the financial services industry through compliance and regulatory perspectives. The course will cover the economic basis and goals of financial services regulations from the Great Depression to the recent financial crisis. Emphasis will be placed on identifying, controlling, mitigating, and managing financial services compliance and reputational risks. Topics will include capital adequacy, risk limits, supervision, Value at Risk and Monte Carlo simulation, Industry and self-regulation, insider trading, elements and style of both US and overseas regulation, corporate governance and reputational risk.
Prerequisites: FNBU 3221 or HPCB 3221.

FNBU 4466. SPECIAL TOPIC: ALTERNATIVE INVESTING. (3 Credits)
The course will cover the evolution and outlook for a range of alternative investments using research, cases and guest speakers as learning tools. Students will learn to allocate among various types of alternative investments and to evaluate and perform analysis on new and emerging categories of alternative investments.
Prerequisite: FNBU 3441.

FNBU 4468. HEALTHCARE FINANCE. (3 Credits)
This course will present a historical development of the American healthcare system and will address the current challenges faced by both health insurers and providers, specific to managed care, reimbursement methods, and contracting. Students will learn to apply the standard tools of financial analysis and financial management in the complex and evolving setting in which the global healthcare system is currently situated. Students will also learn how to analyze the key financial indicators specific to hospitals and their direct application towards managed care contracting initiatives, debt restructure and bond rating status.
Prerequisite: FNBU 3221.

FNBU 4469. IMPACT INVESTING. (3 Credits)
This course will discuss investment strategies that have a societal orientation from both financial and socially responsible perspectives. The key questions are: how can we allocate money in a manner that is beneficial to all stakeholders and viable in a business sense, and, what are the appropriate metrics to evaluate such investments. Impact investments to be analyzed include government and ESG (environmental, social, governance) policies, micro finance, philanthropy, and green energy.
Attribute: ENT.
Prerequisite: FNBU 3221.

FNBU 4472. ST: STUDY TOUR OF BRAZIL. (3 Credits)
In the Brazil Study Tour, students will learn how to model and evaluate individual Brazilian equity securities in the context of their relevant global sectors and in the context of Brazil's economic, political, and social framework.
Prerequisites: FNBU 3221 or HPCB 3221.

FNBU 4473. ST: STUDY TOUR OF TURKEY. (3 Credits)
In the Turkey Study Tour, students will learn how to model and evaluate individual Turkish equity securities in the context of their relevant global sectors and in the context of Turkey's economic, political, and social framework.
Attribute: INST.
Prerequisites: FNBU 3221 or HPCB 3221.

FNBU 4474. ST: STUDY TOUR OF VIENNA AND BUDAPEST. (3 Credits)
In the Study Tour, students will learn how to model and evaluate individual European equity securities in the context of their relevant global sectors and in the context of economic, political, and social framework.
Prerequisites: FNBU 3221 or HPCB 3221.

FNBU 4475. ST: MKTG FINCL SERVICES. (3 Credits)
The objective of this course is to provide an understanding of the successful strategies associated with the marketing of financial services. Recent changes have made it critical for business students who anticipate being active in financial services to expand their skill sets and to explore new approaches for successful marketing of these services. This course discusses different types of financial services, consumers' decision regarding financial services and how to develop specific marketing strategies and tactics for those financial services. The topics covered include bounded rationality and consumer decision making, pricing decisions for financial services, new product development for financial services, and promotional strategies for financial services. Having completed this course, students should be able to manage consumer marketing activities for a wide array of financial services organizations. This course would be useful for finance students who want to expand their understanding of financial services.
Prerequisite: FNBU 3221.
FNBU 4476. FINANCIAL APP & INSTITUTIONS. (3 Credits)
The capstone course in the GFBE concentration. The course will examine 6 topics using cases, invited speakers, and Excel applications. Two weeks will be devoted to each topic so as to present both conceptual background and applications for each. The content will include currency trading, risk management and regulation of a global enterprise, evaluating and funding foreign projects, impact of the macro economy, direct foreign investment and acquisitions, and analysis of a diversified world portfolio. Upon completion, a student will be comfortable in a wide range of global finance and economic settings. 
Prerequisite: FNBU 3221.

FNBU 4477. ST:INTRO ALGORITHMIC TRADING. (3 Credits)
The goal of this course is to provide students with a quantitative foundation for a career in algorithmic trading. Students will learn about different types of algorithms including: execution and implementation strategies, high frequency trading (HFT), and black-box models. Students will gain an understanding of transaction cost analysis (TCA), market impact, timing risk, and portfolio analysis. They will work on projects that utilize actual trading datasets and professional algorithm libraries. Students should have prior training in Python and/or EXCEL+VBA. 
Corequisite: FNBU 4450. 
Prerequisite: INSY 3436.

FNBU 4706. HONORS PROJECT 2 - FINANCE. (3 Credits)
Honors project in Finance.

FNBU 4999. INDEPENDENT STUDY. (1-4 Credits)