

Name : Theories and Decision Making in Finance 2 sks					
module/course code	Student workload	Credits (ECTS)	Semester	Frequency	Duration
IAB92004	340 (minutes/week)	3.02 ECTS	Semester 1	Semester Events	1x per semester
	Types of courses : Lectures, Discussions	Contact hours : 100 minutes/week		Independent study 240 minutes/week	Class size X students 10 students
1	Prerequisites for participation -				
2	Learning outcomes : <ol style="list-style-type: none"> 1. Mastering the philosophy underlying stakeholder theory, business administration theory, business strategy theory, business ethics theory, systems theory, organizational theory (business processes and environment), decision-making theory, change theory, value creation theory, innovation theory, and social behavior theory ; 2. Evaluating the relevance of existing and emerging business theories from inter, multi, and/or transdisciplinary perspectives on the governance of a business organization and ongoing business practices; 3. Evaluate the impact of existing and emerging business theories from inter, multi, and/or transdisciplinary perspectives on relevant cultural, ethical, and global issues. 4. Able to discover or develop new scientific theories/conceptions/ideas, contribute to the development and practice of science and/or technology that pays attention to and apply the values of the humanities in their field of expertise, by producing scientific research based on scientific methodology, logical, critical, systematic thinking, and creative; 5. Students have the ability to understand, explain, analyze, master Theory and Making Financial Decisions (P1, KK1, KK2) 6. Students have the ability to evaluate, develop theory and make financial decisions (KK2, KU1) 				
3	Description There are several policies in financial management, namely: funding policies, investment policies and dividend policies. The main goal of financial management is to maximize the welfare of the company, so the main focus of Theory and Financial Decision Making is how to study, create, increase and maintain company value.				
4	Subject aims/Content: <ol style="list-style-type: none"> 1. Students are able to understand the debate of ideas in Financial Theory and Decision Making (M1) 2. Students are able to understand and explain Leverage irrelevant theory, Leverage signaling theory. (M1) 3. Students are able to understand and analyze Trade-off theory and Pecking order theory. (M1) 4. Students are able to understand and analyze the Debt covenant hypothesis and the Under-investment problem hypothesis. (M1) 				

	<ol style="list-style-type: none"> 5. Students are able to understand and analyze Dividend irrelevance theory, Under-investment problem hypothesis, Over-investment problem hypothesis. (M1) 6. Students are able to explain and evaluate the Diversification discount hypothesis, Diversification premium hypothesis. (M2) 7. Students are able to understand and analyze and analyze Investment Opportunity Sets. (M1) 8. Students are able to understand and analyze Irrelevance dividend theory, Residual dividend theory, Tax preference theory. (M1) 9. Students are able to explain and evaluate Bird-in-the-hand theory, Dividend signaling theory, Clientele effect. (M2) 10. Students are able to understand and analyze the Cash flow signaling hypothesis, Permanent earnings hypothesis. (M1) 11. Students are able to understand and analyze agency theory. (M1) 12. Students are able to understand and analyze the Monitoring hypothesis. (M1) 13. Students are able to explain, evaluate, develop the Free cash flow hypothesis. (M2) 14. Students are able to understand and analyze the Entrenchment hypothesis. (M1)
5	Teaching methods: Lectures, discussion, group discussion
6	Assessment methods : Assignments, Mid-Term Exam, Final-Term Exam, Quiz
7	Other information e.g. bibliographical references: <ol style="list-style-type: none"> 1. Suhadak,Ari Darmawan. 2011. Pemikiran Kebijakan Manajemen Keuangan. Malang: CV. Okani Bukaka