

COURSE DETAIL

PRINCIPLES OF FINANCE 2

Country

United Kingdom - England

Host Institution

London School of Economics

Program(s)

London School of Economics

UCEAP Course Level

Upper Division

UCEAP Subject Area(s)

Economics

UCEAP Course Number

135

UCEAP Course Suffix

B

UCEAP Official Title

PRINCIPLES OF FINANCE 2

UCEAP Transcript Title

PRINCIPLE/FINANCE 2

UCEAP Quarter Units

6.00

UCEAP Semester Units

4.00

Course Description

The course examines the theory of financial decision-making by firms and examines the behaviour of the capital markets in which these decisions are taken. The topics covered are the theory of capital budgeting under certainty in perfect and imperfect capital markets, sources of funds, basic theory of capital structure and the cost of capital, company dividend decisions and financial markets and institutions. This course covers the same topics as FM215. Thus, both FM211 and FM215 are equivalent content-wise. However, compared to FM215, this course puts less emphasis on the underlying statistical theory and relies less on the use of mathematical methods. Nonetheless, the course is quantitative in nature, and familiarity with mathematical and statistical methods taught in first-year courses will be assumed.

Language(s) of Instruction

English

Host Institution Course Number

FM211

Host Institution Course Title

PRINCIPLES OF FINANCE II

Host Institution Course Details

https://www.lse.ac.uk/resources/calendar2025-2026/courseGuides/FM/2025_FM211.htm

Host Institution Campus

Host Institution Faculty

Host Institution Degree

Host Institution Department

Finance

Course Last Reviewed

2025-2026

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