

**Indian Institute of Technology Guwahati**  
**Proposal for a New Course/ Revision of a Course**

Course Number & Title: BM714 & Advanced Corporate Finance					
L-T-P-C: 3-0-0-6					
Type of Letter Grading (Regular Letter Grades / PP or NP Letter Grades): Regular Letter Grades					
Kind of Proposal (New Course / Revision of Existing Course): New Course					
Offered as (Compulsory / Elective): Elective					
Offered to: Doctor of Philosophy (PhD)					
Offered in (Odd/ Even / Any): Any					
Offered by (Name of Department/ Center): School of Business					
Pre-Requisite: NIL					
Preamble / Objectives (Optional):					
<p>Course Content/ Syllabus (as a single paragraph if it is not containing more than one subject. Sub-topics/ Sections may be separated by commas(,). Topics may be separated by Semi-Colons(;). Chapters may be separated by Full-Stop(.). While starting with broad heading, it may be indicated with Colon symbol before the topics. For example: Multi-variable Calculus: Limits of functions, Continuity, ..... )</p> <p>Introduction, Capital Markets, Consumption and Investments; Moral Hazard, Adverse selection, information asymmetry, Corporate Governance; Corporate Financing, Stylized facts on capital structure; Outside Financing Capacity; Corporate financing under asymmetric information; Product market and earnings manipulation; Investors of passage; Investor activism; Control rights and corporate finance; Credit rationing.</p>					
<p>Books (In case UG compulsory courses, please give it as "Text books" and "Reference books". Otherwise give it as "References".</p> <p>Texts: (Format: Authors, <i>Book Title in Italics font</i>, Volume/Series, Edition Number, Publisher, Year.)</p> <table border="1"> <tr> <td>1.</td> <td>Tirole, J., <i>The Theory of Corporate Finance</i>, Princeton University Press, 2010.</td> </tr> <tr> <td>2.</td> <td>Copeland, T. E., Weston, J. F., &amp; Shastri, K., <i>Financial Theory and Corporate Policy</i>, Vol 4, Boston: Pearson Addison Wesley, 2005.</td> </tr> </table>		1.	Tirole, J., <i>The Theory of Corporate Finance</i> , Princeton University Press, 2010.	2.	Copeland, T. E., Weston, J. F., & Shastri, K., <i>Financial Theory and Corporate Policy</i> , Vol 4, Boston: Pearson Addison Wesley, 2005.
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