

Corporate Finance 5e

David Hillier, Stephen Ross, Randolph Westerfield, Jeffrey Jaffe, Bradford Jordan

Print: 9781526849915 eBook: 9781526849922 © 2025 | Published: February 26, 2024



The fifth European edition of Corporate Finance takes an applied approach to cover all the latest research and topic areas important to students taking Finance courses. The new edition provides an international perspective on all areas of corporate finance and has been updated to include discussion on current trends such as the integrated nature of global supply chains, financial risk management, and key regulatory changes impacting the sector.

It addresses the impact that FinTech, the climate and geopolitics are having on the development of corporate finance, considers the questions brought about by the global coronavirus pandemic, and looks to the future of the industry.

Featured

- Example boxes in every chapter provide hypothetical examples to illustrate theoretical concepts such as cash flow timing, dividend smoothing and differential growth.
- Real World Insight boxes use companies like Apple, Volkswagen and Adidas to show how they have applied corporate finance theories and concepts to their business decisions.
- Mini and Practical cases present scenarios and questions to practice application and learning.
- Questions and Problems in each chapter, categorised by topic and level of difficulty, allow for rigorous testing of the chapter content.
- Numbered maths equations and key notation boxes listing the variables and acronyms that will be encountered in each chapter, designed to encourage mastery of Maths.

Table of Contents

Part I: Overview 1 Introduction to Corporate Finance 2 Corporate Governance

Part II: Value and Capital Budgeting 3 Financial Statement Analysis

- 4 Discounted Cash Flow Valuation
- 5. How to Value Bonds and Stocks
- Appendices Online
- 6 Net Present Value and Other Investment Rules
- 7 Making Capital Investment Decisions
- 8 Risk Analysis, Real Options, and Capital Budgeting

Part III: Risk

9 Risk and Return: Lessons from Market History
10 Risk and Return: The Capital Asset-Pricing Model
11 Factor Models and the Arbitrage Pricing Theory
12 Risk, Cost of Capital, and Capital Budgeting
13 Efficient Capital Markets and Behavioural Finance

Part IV: Long-Term Financing 14 Long Term Financing: An Introduction 15 Equity Financing 16 Debt Financing 17 Leasing

Part V: Capital Structure and Dividend Policy
18 Capital Structure: Basic Concepts
19: Capital Structure: limits to the use of debt
20: Valuation and Capital Budgeting for the Levered Firm
21: Dividends and Other Payouts

Part VI: Options, Futures, and Corporate Finance
22 Options and Corporate Finance
23 Options and Corporate Finance: Extensions and Applications
24 Warrants and Convertibles
25 Financial Risk Management with Derivatives

Part VII: Financial Planning and Short Term Finance 26 Short Term Finance and Planning 27 Short Term Capital Management

Part VIII: Special Topics28 Mergers and Acquisitions29 Financial Distress30 International Corporate Finance



Discover Connect

All of our leading textbooks are available with a huge range of resources online to augment teaching and learning, saving instructors serious time, helping them manage large cohorts, giving students structure and support, and moving them from theory to application.





Connect for Reading

The ability to set assignments with auto grading and tracking gives you the opportunity to incentivise completion of out-of-class reading and practice so that students get the most out of their course.



Connect for Theory

When students come to class prepared you no longer need to spend so much time covering the theory and recapping the basics – so class time can be spent looking at real world application, engaging in group work and participation, and showcasing your own expertise and passion.



Connect for Structure

The clear structure and scaffolding set in Connect combat demotivation by ensuring students understand the expectations on them and know where to go for info.



Connect for Self-Management

Within the structure provided by Connect, students actually have enhanced autonomy. Instant feedback on assignments plus student-facing reports allows them to self-correct and manage their own learning.



Connect for Assessment

The vast test bank in Connect enables you to easily create and assign continuous and end-point assessments so you can dig deep into student performance and intervene earlier to prevent drop out and maximise success.



Interactive data exercises are assignable in Connect allow students to visualize and interact with data in different ways. Students use this tool to manipulate data and answer a variety of accompanying problems that test multiple levels of understanding.

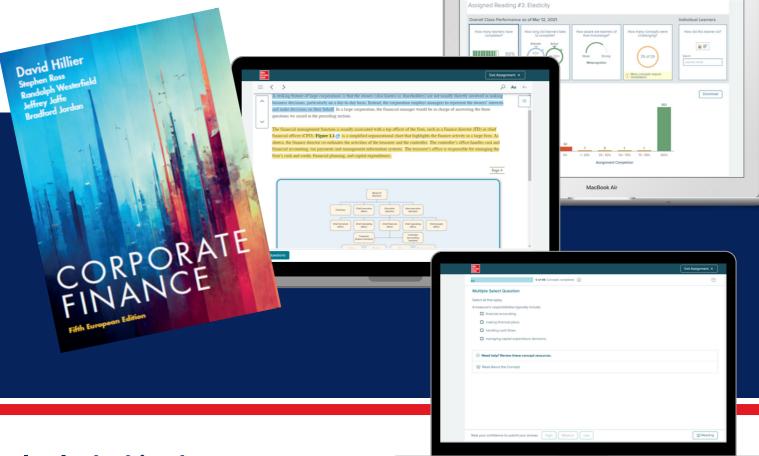
Application Based Activities are highly interactive, assignable exercises that provide students a safe space to apply the concepts they have learned to real-world, course-specific problems. Each ABA involves the application of multiple concepts, allowing students to synthesise information and use critical thinking skills to solve realistic scenarios. There are 20 ABAs available for Corporate Finance with topics ranging from Capital Markets, to Financial Forecasting, to Capital Budgeting.

Reinvigorate Reading with SmartBook

SmartBook gives you, the instructor, the ability to set highly targeted reading assignments and, crucially, monitor student engagement with these and their resultant level of understanding of key concepts.

More than just a regular eBook, the SmartBook assesses students' mastery of concepts as they go along, guiding them to the areas of the text they most need to absorb and tailoring questions to keep plugging away at the concepts they find most difficult.

In the SmartBook environment, students develop an understanding of their strengths and weaknesses through meaningful, instant feedback that allows them to review the concepts they have yet to master and self-direct learning and revision.



Included in the resource

- Test bank
- Smartbook
- Application Based Activities
- Integrated Excel Activities
- Tableau Dashboard Activities
- Kaplan Schweser CFA Level 1 Exam Review
- Finance Interactives
- Finance Prep Courses
- Algorithmic problem sets with guided
 examples via video
- Key concept videos
- Instructor resources



mheducation.co.uk/higher-education/learning-solutions/connect