

Course Objectives

This is a typical valuation course adopting an accounting perspective. The main objective of the course is to teach students how to use accounting information for valuation purposes and how to perform fair value estimates for financial reporting.

The course aims to provide students the instruments they need in order to estimate the fair value either of single assets and whole firms, from both an asset and an equity side perspective, using both cash flow or income forecasts.

The course also adopts a practical approach by using many examples to support the implementation of the valuation concepts.

Textbooks

1st part of the course: Pinto J.E., Henry E., Robinson T.R., Stowe J.D., Equity Asset Valuation, John Wiley & Sons, New Jersey, 2010.

2nd part of the course: Fair Value Measurements: Practical Guidance and Implementation. Mark L. Zyla. John Wiley & Sons.

FAIR VALUE ACCOUNTING, REPORTING AND VALUATION (20177)
SYLLABUS – CLASS 13 (Prof. Francesco Reggiani)

#	Day		First part	Textbook Pinto et al.
1	11/02/2014	Financial Analysis and Valuation	Equity valuation	Ch.1
2	12/02/2014		Return concepts and Equity Risk Premium	Ch.2
3	13/02/2014		Cost of capital	Ch.2
4	18/02/2014		Cost of capital	Ch.2
5	19/02/2014		Dividend discount model	Ch.3
6	20/02/2014		Asset and equity side valuations	Ch.4
7	25/02/2014		Free cash flow valuation	Ch.4
8	26/02/2014		Practice session 1	
9	27/02/2014		Residual income model	Ch.5
10	04/03/2014		Residual income model	Ch.5
11	05/03/2014		Abnormal Earnings Growth Model	Slides
12	06/03/2014		Multiples	Ch.6
13	11/03/2014		Multiples	Ch.6
14	12/03/2014		Practice session 2	
15	13/03/2014		1 st midterm mock exam	
1 st Midterm Exam (in April)				
			Second part	Textbook M. Zyla
16	18/03/2014	Fair value estimates in Business Combinations	Purchase price allocation (PPA)	Ch.3
17	19/03/2014		Purchase price allocation (PPA)	Ch.3
18	20/03/2014		Fair value measurement	Ch.2, IFRS13
19	25/03/2014		Intangible assets	Ch.4
20	26/03/2014		Remaining useful life estimation	Ch.10
21	27/03/2014		Useful life of customer relationships	Slides
22	29/04/2014		Useful life of customer relationships	Slides
23	30/04/2014		The cost approach	Ch.6
24	06/05/2014		The income approach	Ch.8
25	07/05/2014		The income approach	Ch.8
26	08/05/2014		The multiperiod excess earnings method	Ch.8
27	13/05/2014		The multiperiod excess earnings method	Ch.8
28	14/05/2014		The multiperiod excess earnings method	Ch.8
29	15/05/2014		The multiperiod excess earnings method	Ch.8
30	20/05/2014		Practice session 3	
31	21/05/2014		Summary	
32	22/05/2014		2 nd midterm mock exam	
2 nd Midterm Exam				
General Exam				