

Annex No. 3		First Cycle Studies Course Programme			
1.	Course Title	Economics of Investments			
2.	Code	ECN310			
3.	Study programme	Economics			
4.	Organizer of the study programme (university unit i.e. institute, chair, department)	Ss. Cyril and Methodius University in Skopje Faculty of Economics - Skopje Chair of Economics			
5.	Level (first, second, third cycle)	First cycle			
6.	Academic year / semester	2022-2023 (winter semester)	7.	Number of ECTS credits	7.5
8.	Professor	Prof. Aleksandar Naumoski, PhD			
9.	Preconditions for enrolment	None			
10.	<p>Course Objectives (Competencies): After taking this course, students should be able to:</p> <ul style="list-style-type: none"> • Understand the role of capital investment in the growth and development of companies and the economy; • To know the investment process, as well as the principles and techniques of capital investments; • To design a project feasibility study; • Apply different methods to assess the cost-effectiveness of projects; • To quantify the investment risk and to make an investment decision in conditions of risk and uncertainty; • To perform investment analysis of projects undertaken by international companies; • Understand the social cost-benefit analysis and acceptability of public projects from a social perspective. 				
11.	<p>Course content:</p> <ol style="list-style-type: none"> 1. Investment strategy and investment process 2. Growth and growth management 3. Principles and techniques of capital budgeting 4. Estimation of project cash flows 5. Decision criteria 6. Investment decision making in conditions of risk and uncertainty 7. Mutually exclusive projects 8. Investment decision making in conditions of capital rationing 9. Project financing: short-term and long-term sources of financing 10. Risk premium assessment 11. Estimation of the cost of capital 12. International investment decision making 13. Valuation of companies 14. Specific investment decisions 15. Economic cost-benefit of analysis of public sector projects 				
12.	Learning methods: Lectures with power point presentations, interactive lectures, team work, guest lecturer, case studies, preparation and presentation of a project task.				
13.	Total hours	7.5 ECTS x 30 classes = 225 classes			
14.	Allocation of hours per activity	90+30+15+90 = 225 classes			
15.	Types of teaching activates	15.1.	Lectures	90 classes	
		15.2.	Exercises (Seminars)	0 classes	
16.	Other types of activities	16.1.	Project assignments	30 classes	
		16.2.	Individual assignments	15 classes	

		16.3	Homework assignments	90 classes		
17.	Grading method: 60+30+10=100 points					
	17.1.	Tests (Domain, Essay, Multiple choice exam, Case)	60 points			
	17.2.	Individual work / project (presentation: written and oral)	30 points			
	17.3.	Attendance and class participations	10 points			
18.	Grading scale		less than 50 points	5 (five) (F)		
			from 51 to 60 points	6 (six) (E)		
			from 61 to 70 points	7 (seven) (D)		
			from 71 to 80 points	8 (eight) (C)		
			from 81 to 90 points	9 (nine) (B)		
			from 91 to 100 points	10 (ten) (A)		
19.	Preconditions for taking the final exam		Realized activities from points 15 and 16			
20.	Language		Macedonian (or English)			
21.	Evaluation method		Internal evaluation and survey			
22.	Literature					
	Compulsory literature					
		No.	Author	Title	Publisher	Year
	22.1.	1.	Metodija Nestorovski	Economics of Investments, 3 rd edition	Faculty of Economics - Skopje	2010
		2.	Aswath Damodaran	Investment Valuation, 3rd ed	Wiley	2012
	Additional literature					
		No.	Author	Title	Publisher	Year
	22.2.	1.	Harold Bierman, Jr. и Seymour Smidt	The Capital Budgeting Decision: Economic Analysis of Investment Projects, 1st Edition	Routledge	2012
		2.	Richard Pike, Bill Neale and Philip Linsley	Corporate Finance and Investment: Decisions and Strategies (превод) 9th ed.	Pearson	2018
		3	Alan C. Shapiro	Capital Budgeting and Investment Analysis 1st Edition	Pearson	2004
		4.				