

Finance I

Financial Economics, Asset Pricing & Financial Strategies
Master in Economics and Business Administration

Jordi Caballé

UAB

- **Prof. Jordi Caballé**

E-mail: jordi.caballe@uab.es

Webpage: <http://pareto.uab.cat/jcaballe>

- **Textbooks**

- Copeland, T.E., J.F. Weston and K. Shastri. *Financial Theory and Corporate Policy*. Addison-Wesley.
- Gollier, C. *The Economics of Risk and Time*. MIT Press.
- Pennacchi, G., *Theory of Asset Pricing*. Pearson Addison Wesley.

- **Program**

- **1. Decisions and Portfolio Choice under Uncertainty**
 - 1.1. Expected utility
 - 1.2. Risk aversion and portfolio selection
- **2. General Equilibrium under Uncertainty and the Valuation of Contingent Claims**
 - 2.1. State-contingent claims
 - 2.2. Valuation by arbitrage of derivative securities
- **3. Incomplete Markets**
 - 3.1. Incomplete markets: existence and optimality of equilibrium