Tentin päivämäärä / Date of exam:
Opintojakson koodi, nimi ja tentin numero / The code and the name of the course and number of the exam: 721189S Advanced Financial Analysis, 1st exam
Tentaattori(t)/ Examiner(s): Petri Sahlström
Sallitut apuvälineet / The devices allowed in the exam: ☒ Laskin (ei graafinen/ohjelmoitava)/Calculator (not graphic, programmable) ☐ Sanakirja/Dictionary   ☐ Muu materiaali, tarkennettu alla/Other material, specified below
Tenttiin vastaaminen / Please answer the questions ☒ suomeksi/ in Finnish ☒ englanniksi/ in English
Kysymyspaperi on palautettava / Paper with exam questions must be returned: ☐ Kyllä/Yes ☒ Ei/No

Professor Petri Sahlström (Questions 1&2)
Professor Timo Rothovius (Question 3)

1. Consider that you are analysing firms across industries and over time using the sales to total assets ratio. Why the proportionality condition may be violated in this case?

2. Barth-Cram-Nelson (2001) developed a new model to predict future cash flows. Why and how their model is better than the earlier models used to predict future cash flows?

3. How should corporate international diversification affect analysts' forecast accuracy and bias, and why? (Duru and Reeb, 2002)