

ASSIGNMENT # 2. – Investment

Initial investment specification DUE -- WEDNESDAY, SEPTEMBER 3, 2008

- Objective is to MAXIMIZE your cash value between now and December 5, 2008. You have \$25,000.00 to invest using closing prices for Friday, August 29.
- Update tracking **due every Monday** between now and December 8, 2008.
Weekly submit: Investment Name, \$/unit, # units, = \$ value of investment
Initial specification must include: Name = Listing abbreviation + full name + where it is listed, price per share, number of shares, and total \$ investment in each company. Provide URL, or other specific source, reference you use to obtain your tracking data.
Must purchase whole number of stock shares, can deposit spare cash in bank, CD's, etc.
- You must initially invest in at least three chemical related companies and no more than five different investments not counting one left-over cash deposit.
- You must obtain the annual financial report for each of your three Chemical related companies and may include any dividend payments in your cash value.
- Minimum single investment is \$500; Maximum of 3 sell/buy transactions will be allowed during the semester. To sell & buy (change your investment) you must notify instructor (email OK for this) one day ahead of making the transaction and report new purchase the day after.
- Track your investments by reporting the Friday closing prices every Monday.
- Prepare a plot of the value of each investment and maintain a table of units owned and weekly values. *NOTE ** Excel, Lotus 1-2-3, or Quattro are good programs to use for this.*

ASSIGNMENT # 2 Final Requirement

- Due Wednesday December 10, 2008
 - 1) Report Friday Dec. 5 closing prices, individual and total investment values.
 - 2) Plot the weekly Friday closing stock value in a professional quality graph.

ASSIGNMENT # 2.b. – Future Requirements :

Three Chemical Companies Financial Analysis

DUE -- ~ MONDAY, OCTOBER 6, 2008.

Based on the consolidated balance sheet in the annual report for each of your Chemical Company investments :

- A) Determine the current ratio.
- B) Determine the cash ratio.
- C) Determine the working capital.
- D) What is the average income tax rate the company is paying ?
- E) What is the average after-tax Return on Investment being obtained by the company?
- F) What percentage of the total shares of stock do you own? { carry three significant digits!}
- G) Comment on the financial condition of the company.

Would you invest your own money in the company?

Would you want to work for the company?

Provide URL, or other specific source, reference you use to obtain your financial data.

