The objective of this module is to immerse the student in the process of portfolio management. The module covers the main concepts such as: Valuation, efficient diversification, single and multifactor asset pricing theories, portfolio management styles and performance measurement that are at the core of managing investment portfolios. The module is specifically designed for students with an interest in becoming portfolio managers.

Required Text Book


Further Readings


Learning Outcomes

By the end of this module students should be able to
- Understand the security valuation principles.
- Acquire a critical understanding of the centrality of efficient diversification in portfolio management.
- Acquire a theoretical background for asset pricing theories.
- Understand equity and bond portfolio management strategies.
- Evaluate the performance of investment portfolios.

Assessment

First Exam (25%)
Second Exam (25%)
Others (10%)
Final Exam (40%)
<table>
<thead>
<tr>
<th>Material</th>
<th>Chapter 1</th>
<th>&quot;The process of portfolio management&quot;</th>
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</thead>
<tbody>
<tr>
<td></td>
<td>Chapter 2</td>
<td>&quot;Valuation, risk, return, and uncertainty&quot;</td>
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<td>Chapter 5</td>
<td>&quot;The mathematics of diversification&quot;</td>
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<td>Chapter 6</td>
<td>&quot;Why diversification is a good idea?&quot;</td>
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**First Exam**

In class Material: "Readings in asset pricing"

|  | Chapter 8 | "The capital markets and market efficiency" |
|  | Chapter 9 | "Picking the equity players" |

**Second Exam**

|  | Chapter 12 | "Bond pricing and selection" |
|  | Chapter 19 | "Performance evaluation" |

**Final Exam**

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