

Competency Exam - Breakdown

The Finance Competency Challenge assesses students' knowledge and skills in six areas of competency. The exam includes twenty-five randomly selected questions from 18 question sets.

Undergraduate students seeking credit for Finance 341 must give correct answers on at least 19 questions.

Graduate students seeking to establish background knowledge to enter FIN 503 (without taking FIN 341 as a prerequisite) must give correct answers on at least 20 questions.

Topic	Type of Question – Difficulty	Number of Questions
Time Value of Money	Conceptual – Medium	2
	Problem – Easy	2
	Problem – Medium	2
	Problem – Medium/Hard	0
Bond Valuation	Conceptual – Medium	1
	Problem – Easy	2
	Problem – Medium	1
	Problem – Hard	0
Risk and Return	Conceptual – Medium	2
	Problem – Easy	2
	Problem – Medium	1
	Problem – Hard	0
Stock Valuation	Conceptual – Medium	1
	Problem – Easy	2
	Problem – Medium	1
	Problem – Hard	0
Basics of Capital Budgeting	Conceptual – Easy	0
	Conceptual – Medium	1
	Problem – Easy	1
	Problem – Medium	1
	Problem – Medium/Hard	0
Cost of Capital	Conceptual – Easy	0
	Conceptual – Medium	1
	Problem – Easy	1
	Problem – Medium	1
	Problem – Hard	0