

**ANGLAIS****CORPORATE FINANCE**

Managerial or corporate finance is the task of providing the funds for a corporation's activities. Corporate finance generally involves balancing risk and profitability, while trying to maximize an entity's wealth. This entails three interrelated decisions. In the first, the investment decision, management must decide which projects to undertake. The second, the financing decision, relates to how the investments are to be funded: capital here is provided by shareholders, creditors, and the firm's operations. Short-term funding or working capital is mostly provided by banks extending a line of credit. The third, the dividend decision, requires management to determine whether any profit is to be retained for future investment or instead to be distributed to shareholders.

Financial management is duplicated with the financial function of the Accounting profession. However, financial accounting is more concerned with the reporting of historical financial information, while the financial decision is directed toward the future of the firm.

**Adapted from ITNT**

**VOCABULARY**

<u>Wealth/ Corporate</u>	: richesses / qui se rapporte à une entreprise
<u>To entail</u>	: engendrer; imposer
<u>To undertake</u>	: entreprendre
<u>Shareholders and creditors</u>	: les actionnaires et les créanciers
<u>The Accounting profession</u>	: la profession de comptable

**QUESTIONS****I- COMPREHENSION OF THE TEXT**

(NB: All the answers to the following questions are to be found in the text)

1. Define 'Corporate finance'.
2. List two of " the interrelated decisions "
3. What is the difference between financial accounting and the financial decision

**II- WRITING (Not more than 10 lines; about 120 words)**

What type of business would you like to do? Justify your choice.

**III- TRANSLATE INTO FRENCH**

From "Corporate finance generally..." down to "...three interrelated decisions."

**IV- TRANSLATE INTO ENGLISH**

Il y a plusieurs sources de financement d'une affaire. Ce sont par exemple le crédit bancaire, les actionnaires, les fonds personnels, etc. En Afrique, beaucoup de gens préfèrent les fonds personnels