# Finance MSc oral admission exam requirements 2024A central admission procedure

<table>
<thead>
<tr>
<th>Name(s) of graduate program(s)</th>
<th>Finance Master</th>
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<tbody>
<tr>
<td>Type of the exam</td>
<td>Oral</td>
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<tr>
<td>Name of the exam</td>
<td>Finance</td>
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<tr>
<td>Duration of the exam</td>
<td>15-20 minutes</td>
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<tr>
<td>Method of the exam</td>
<td>Online</td>
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**Short description of the exam**

The applicant receives two or three questions concerning the topics of the written exam. They must explain the phenomena and unfold possible theories behind them. Next, the selection committee will ask further questions based on the answers. These questions cover the designated corporate finance topics or the related methodology and practice. In the second part of the discussion, questions assessing the motivations follow. The committee collect data on what the candidate achieved so far (e.g.: a bachelor thesis, internship, part-time study abroad, scientific student competitions, publications). They clarify how a degree in finance is relevant to the applicant’s future plans and what financial issues the candidate is interested in, personally or regarding their future business career.

**Materials that can be used during the exam**

- Recommended reading materials

**Topics**

- Part Two: Risk Chapter 7: Introduction to Risk, Diversification, and Portfolio Selection Chapter 8: The Capital Asset Pricing Model Chapter 9: Risk and the Cost of Capital
- Part Three: Best Practices in Capital Budgeting Chapter 10: Project Analysis Chapter 11: How to Ensure That Projects Truly Have Positive NPVs

**Sample questions**

- Explain the use of the diversification of assets and elaborate on the limits to diversification.
- Introduce the concept of capital structure.
- How does the capital structure affect beta?