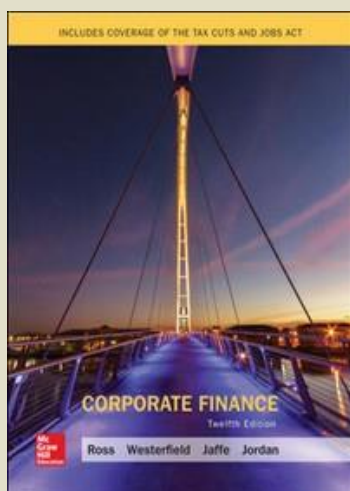




## Corporate Finance 12th Edition

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Jeffrey Jaffe, Bradford Jordan**

ISBN: 9781259918940 / ©2019  
available in



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Graw  
Hill** connect®

Corporate Finance, by Ross, Westerfield, Jaffe, and Jordan emphasizes the modern fundamentals of the theory of finance, while providing contemporary examples to make the theory come to life. The authors aim to present corporate finance as the working of a small number of integrated and powerful intuitions, rather than a collection of unrelated topics. They develop the central concepts of modern finance: arbitrage, net present value, efficient markets, agency theory, options, and the trade-off between risk and return, and use them to explain corporate finance with a balance of theory and application. The Twelfth Edition includes many exciting new research findings as well as the incorporation of the Tax Cuts and Jobs Act (TCJA) throughout the text.

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# NEW FEATURES

The Tax Cuts and Jobs Act (TCJA) is incorporated throughout the text:

1. Corporate tax. The new, flat-rate 21 percent corporate rate is discussed and compared to the old progressive system. The new rate is used throughout the text in examples and problems. Entities other than C corporations still face progressive taxation, so the discussion of marginal versus average tax rates remains relevant and is retained.
2. Bonus depreciation. For a limited time, businesses can take a 100 percent depreciation charge the first year for most non-real estate, MACRS-qualified investments. This “bonus depreciation” ends in a few years and MACRS returns, so the MACRS material remains relevant and is retained. The impact of bonus depreciation is illustrated in various problems.
3. Limitations on interest deductions. The amount of interest that may be deducted for tax purposes is limited. Interest that cannot be deducted can be carried forward to future tax years (but not carried back; see next).
4. Carrybacks. Net operating loss (NOL) carrybacks have been eliminated and NOL carryforward deductions are limited in any one tax year.
5. Dividends-received tax break. The tax break on dividends received by a corporation has been reduced, meaning that the portion subject to taxation has increased.
6. Repatriation. The distinction between U.S. and non-U.S. profits essentially has been eliminated. All “overseas” assets, both liquid and illiquid, are subject to a one-time “deemed” tax.

With the 12th edition, the authors have also included coverage of:

- Inversions.
- Negative interest rates.
- NYSE market operations.
- Direct listings and cryptocurrency initial coin offerings (ICOs).
- Regulation CF.
- Brexit.
- Repatriation.
- Changes in lease accounting.

In addition, each chapter has been updated and, where relevant, internationalized. The authors tried to capture the excitement of corporate finance with current examples, chapter vignettes, and openers. Spreadsheet applications are spread throughout.

McGraw-Hill’s Connect Finance offers a number of powerful tools and features to make managing assignments easier and the learning process more accessible and efficient.

- Auto-graded assignments and assessments can be created from end-of-chapter materials and the test bank, including algorithmic problems, and students receive immediate, detailed feedback.
- Guided Examples next to assigned problems to show how to work through a similar problem.
- NEW! Excel simulation problems allow students to practice their Excel skills within the context of corporate finance. These questions feature animated, narrated Help and Show Me tutorials for students, when enabled, as well as automatic feedback and grading for both students and instructors.



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