# Module: Cost of Capital

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### Topics

This module includes the following topic:

Topic 1: Weighted-Average Cost of Capital

## Topic 1: Weighted-Average Cost of Capital

This topic examines how to calculate a firm’s weighted-average or marginal cost of capital which is the required rate of return used to assess a capital project.

### Readings

Introduction, Section 1.1

**Learning Problems**

WACC at Winnipeg Electric

WACC at Balmer

WACC at Jackson

WACC at Anderson

Issuance Costs at Wilson

WMCC at Greyhound

WMCC at Predator

WMCC at Allison with Project Risk

WMCC at Harrison with Project Risk

Adjusting Beta for Leverage

WMCC at Baxter

**Answer Keys**

WACC at Winnipeg Electric

WACC at Balmer

WACC at Jackson

WACC at Anderson

Issuance Costs at Wilson

WMCC at Greyhound

WMCC at Predator

WMCC at Allison with Project Risk

WMCC at Harrison with Project Risk

Adjusting Beta for Leverage

WMCC at Baxter

## Module Summary

In this module, you have learned how to calculate a firm’s weight-average or marginal cost of capital.