

# Course Introduction

MGMT 675: Generative AI for Finance

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# From Makers to Checkers

Derek Waldron, JP Morgan Chief Analytics Officer

What we're working towards is that every employee will have their own personalized AI assistant; every process is powered by AI agents, and every client experience has an AI concierge.

You'll still have people at the top who are managing and have relationships with clients, but many, many of the processes underneath are now being done by AI systems.

Workers would shift from being creators of reports or software updates, or 'makers' ... to 'checkers' or managers of AI agents doing that work.

# CFOs Are Going All In on AI

Deloitte Q4 2025 CFO Signals Survey — 200 CFOs at \$1B+ companies

- **87%** say AI will be extremely or very important to finance operations in 2026
- **54%** prioritize integrating AI agents in their finance departments
- **50%** cite digital transformation of finance as their #1 priority

- **49%** prioritize automating processes to free employees for higher-value work
- Only **2%** say AI won't be important
- CFO confidence at highest level since late 2021

## Case Study: HPE's "Alfred"

Marie Myers, CFO of Hewlett Packard Enterprise (#143 on Fortune 500)

### The Problem

- Weekly 90-minute operational review required 100+ slides
- Hundreds of hours of preparation across business units
- Finance teams spent weekends compiling reports
- No time left for forward-looking analysis

### The AI Solution

- Built "Alfred"—AI agents that pull, reconcile, and analyze data automatically
- **90%** of manual prep effort eliminated
- Reporting cycle time reduced **40%**
- Processing costs down **25%**
- 3,000+ finance employees being reskilled to build their own agents

"The goal is for finance professionals to become **masters of their own destiny** rather than casualties of automation." — Marie Myers

# Something Big is Happening

Matt Shumer, CEO of HyperWrite AI, Feb. 2025

- AI capability is doubling every few months — 2022: couldn't do arithmetic; 2023: passed bar exam; 2024: wrote functional software; 2025–26: autonomous expert-level work
- AI now contributes to building its own successors (self-improving loop)
- Dario Amodei (CEO, Anthropic): 50% of entry-level white-collar jobs eliminated in 1–5 years
- Unlike prior automation, AI improves across *all* knowledge domains simultaneously

[shumer.dev/something-big-is-happening](https://shumer.dev/something-big-is-happening)  
LinkedIn version

## Something Big is Happening (cont.)

Matt Shumer

The person who walks into a meeting and says “I used AI to do this analysis in an hour instead of three days” is going to be the most valuable person in the room. Not eventually. Right now.

Here's a simple commitment that will put you ahead of almost everyone: spend one hour a day experimenting with AI. Not passively reading about it. Using it. Every day, try to get it to do something new . . . something you haven't tried before, something you're not sure it can handle. Try a new tool. Give it a harder problem. One hour a day, every day. If you do this for the next six months, you will understand what's coming better than 99% of the people around you. That's not an exaggeration. Almost nobody is doing this right now. The bar is on the floor.

# Why AI is Useful for Finance

- AI can look up and answer questions about company practices, past company reports, communications, etc.
- AI can search the web, pull data from databases, or call APIs
- AI can analyze documents, contracts, or financial statements
- AI can write code for financial analysis and building things (vibe coding)
- AI can generate Excel workbooks
- AI can draft reports (Word docs) and presentation decks (PowerPoint)
- AI can automate repetitive tasks and workflows
- AI can communicate directly with clients (with strong controls)

# Why AI with Code Execution is Especially Useful

- Attaching a code execution tool enables:
  - Data analysis with real calculations
  - Visualizations and charts
  - File processing (Excel, CSV, PDF)
- Transforms chatbots into computational tools



## Course Outline

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## Learning Objectives

1. How to use AI with code-execution tools to perform financial analysis, handle data and text, and generate visualizations, spreadsheets, reports, and presentations
2. How to use AI with other tools – terminal execution, browser control, database connections – for finance applications
3. How to collaborate with AI in planning, executing, and evaluating financial analysis
4. How the different AI code execution environments work - cloud sandboxed, virtual machines, local
5. How to create and deploy task-specific prompts that can be used repeatedly
6. How to reduce the hallucination rate of AI through retrieval-augmented generation, fine tuning, or building specialized models
7. How AI can be used to classify the sentiment of news or social media for trading

# Course Topics

1. AI that writes and executes code
2. AI coding for mean-variance analysis
3. AI-written code in Jupyter notebooks
4. Connecting tools to AI
5. Connecting a virtual machine to AI
6. Connecting your computer to AI
7. Using AI inside Excel
8. Specialized prompt automation
9. Using AI inside an IDE
10. AI for DCF valuation
11. Retrieval augmented generation
12. Fine-tuning and small language models
13. Building an AI agent
14. Trading on news with AI

- Six group assignments (15% each)
- Due Tuesdays 11:59 pm March 24 through April 28 (exam week)
- Each assignment consists of three exercises
- Peer assessments (10% each)

# Account Options and Model Access

	Claude Free	Claude (\$20/mo)	Pro	ChatGPT Free	ChatGPT (\$20/mo)	Plus
Chat model	Sonnet 4.5	Sonnet 4.5 + limited Opus 4.6		GPT-5 (limited)	GPT-5.2	
Code execution	No	Cowork (local VM)		Data Analysis	Data Analysis	
Coding agent	No	Claude Code (Sonnet 4.5)		Codex (temporary)	Codex (GPT-5.3)	
VS Code	No	Claude Code extension		No	Codex extension	