Subject Code: 1MS3010632	Subject Title: International Finance

1. Course Objectives and Outline:

In a fast changing dynamic international financial system managing currency risk has become a daunting challenge, one that a modern business enterprise cannot ignore. The course attempts to decipher the linkages between international and domestic financial markets, understand the use of financial instruments and create awareness of the associated risks. The course has been designed with the following learning objectives;

- To introduce international finance function to use market instruments, tools and techniques in managing their risk.
- To examine the process of understanding and managing the various risks involved in financial markets
- To understand basics and applications of the use of derivative products in managing risks

2. Teaching Scheme (Hours per week)

Lecture (Hrs.)	Tutorial	Practical	Credit	Evaluation Scheme (Marks)		Total
				University Assessment	Internal Assessment	
4	-	-	4	60 Marks	40 Marks	100 Marks

3. Syllabus

Module No.	Contents	Total Hours	Weight
1	Globalization and the Multinational Firm International Monetary System Balance of Payments The Market for Foreign Exchange	12	25%
2	International Parity Relationships and Forecasting Foreign Exchange Rates Futures and Options on Foreign Exchange International Banking and Money Market Interest Rate and Currency Swaps	12	25%
3	Management of Transaction Exposure Management of Economic Exposure Management of Translation Exposure International Capital Structure and the Cost of Capital	12	25%
4	International Bond Market International Equity Markets International Portfolio Investment Foreign Direct Investment and Cross-Border Acquisitions	12	25%

4. Course Pedagogy

The pedagogy of the subject involves Lectures, Case Discussions, Real life Business Scenarios. Students shall be given group tasks and assignments. Spreadsheet applications shall be used to solve selected numerical problems.

5. Suggested Readings

a. Books

1 International Financial Management (Latest Edition); By Eun & Resnick; Tata McGraw-Hill
2 International Financial Management (Latest Edition); By V. V. Sharan; PHI
3 Multinational Financial Management (Latest Edition); By Shapiro; John Wiley Publication
4 International Financial Management (Latest Edition); By Madura; South Western Publication
5 International Financial Management (Latest Edition); By P. G. Apte; Tata McGraw-Hill

b. Journals/Magazines

- Journal of Finance-Wiley Publication
- The Economic Journal – JSTORE Publication
- International Finance-Wiley Publication
- Journal of International Money and Finance- Elsevier
- South Asia Economic Journal-Sage Publication
- Finance India-Indian Institute of Finance Publications

6. Evaluation Scheme

Sr. No.	Component	Weight
1	**University Examination**	**60%**
2	**Internal Assessment** -Depending on the need and objectives of the subject, internal assessment should include minimum three of the following sub-components; *Class Test, Quiz, Assignments, Case Presentation, Class Participation, Projects, Team/Individual Assignments.* -The weightage of a sub-component should not exceed 50% of internal assessment component weight. - The bifurcation of sub-components shall be communicated by the instructor before commencement of the academic sessions.	**40%**