



Masters of Business Administration (MBA) – Semester - 4

Course Teaching Plan

Course Title: International Finance

Course Code: 340032401

Course Credit: 4

1. Introduction to the Course:

The need to study international finance stems from the fact that it has myriad dimensions which largely stem from that all countries have the right and power to issue currencies and their own economic policies, impose taxes, and regulate the movement of capital across borders. Being part of the globalised and integrated world economy, it becomes vital for finance students to understand the nuances of international trade and finance.

2. Course Objectives:

To expose the students to global financial markets, instruments, and various hedging strategies. The quantitative tools covered in this course make students competent to understand the transactions of a dealing room and help in grooming their negotiating skills in the international markets.

The course also gives emphasis on international economics, international trade, financing foreign trade, and various intricacies connected therewith.

3. Course Learning Outcome:

CLO1. Discuss the international financial environment in the context of international fund flows, international financial markets, and international financial agencies; and how they affect multinational operations.

CLO 2 Evaluate & and explain exchange rate determination, and explain how firms can manage exchange rate risk and capitalize on anticipated exchange rate movements

CLO3 Assess risk in the foreign capital market and its impact on different currencies

CLO 4 Evaluate different risks associated with the foreign exchange market and communicate their impact on foreign exchange transactions to the stakeholders.

CLO 5 Develop the ability to work in a team setting to coordinate analysis of a case study to arrive at a sound financial decision regarding an issue in capital raising and international valuation

4. CLO –PO Mapping Matrix

	PO1	PO2	PO3	PO4	PO5
CLO1	3	2	1	3	1
CLO2	3	3	2	1	2
CLO3	2	2	2	2	2

CLO4	2	3	3	1	2
CLO5	3	2	3	3	3

Correlation levels: 3= 'High', 2='Medium', 1='Low' and '-'= No correlation

5. Session Plan (40 Hours):

Unit I	
Session No.1-10	Overview: <ul style="list-style-type: none"> • Globalization • International Monetary System • Balance of Payments
Unit II	
Session No 11-23	<ul style="list-style-type: none"> • International Parity Relationships • Forecasting Foreign exchange rate • Determination of Foreign exchange rate
Unit-III	
Session No 24-36	Foreign Exchange Exposure and Management <ul style="list-style-type: none"> • Management of Transaction Exposure • Management of Economic Exposure • Management of Translation Exposure
Unit IV	
Session No 36-39	World Financial Markets and Institutions <ul style="list-style-type: none"> • International Banking and Money Markets • International Bond Markets • International Equity Markets
Unit V	
Session No 40	Financial Management of a Multinational Firm <ul style="list-style-type: none"> • Multinational Cash Management • International Trade Finance

6. Assessment Scheme:

Specific assessment method	% Weightage	Theory	Practical
Exam	50%	√	√
Assignment I	25%		√
Assignment II	25%	√	√

7. Educational Resources

Educational Resources	Description
i. Text Book	International Financial Management by Cheol S Resnick & Bruce G Resnick, McGraw Hills Publication. Latest Edition
ii. Reference Book	International Financial Management by P G Apte, McGraw Hills Publication. Latest Edition
iii. Journals/ Magazine/periodicals	Journals: Journal of International Financial Management and Accounting Journal of Multinational Financial Management Journal of Emerging Market Finance
iv. Course related important Web links	1. www.nseindia.com 2. www.bseindia.com 3. www.sebi.gov.in 4. www.moneycontrol.com 5. https://www.bis.org/
v. Forex - Trading Around the World by Interactive brokers	https://www.coursera.org/learn/forex-trading?specialization=financial-instruments-trading-investing