

FINANCE GROUP
MASTER OF COMMERCE - FOURTH SEMESTER
INTERNATIONAL FINANCIAL MANAGEMENT

Code: **SC 4.5(B)**

Contact Hours: 64

Credit Points: 4

Univ Code:

Work load: **4 hours per week**

Evaluation: Continuous Internal Assessment – **30 Marks**
Semester-End Examination – **70 Marks**

Objective: This course sheds light on international financial market; facilitates the students to understand the integration of international money market and its implications while taking investment decisions.

Pedagogy: A combination of Lectures, Case Analysis, Group Discussion, Seminar, Assignment, etc.

Module 1: Global Financial Management: Meaning and objectives, global financial manager-functions of global financial management-scope relationship to domestic financial management.

Module 2: Foreign Exchange Risk Management: Foreign exchange risk and exposure, types of foreign exchange risks, transaction and economic exposure-internal and external techniques of foreign exchange risk management.

Module 3: Environment of International Financial Management: Multinational/Transnational corporations-foreign exchange market-dealers in foreign exchange market, foreign exchange transactions, sale and purchase transactions-spot and forward transactions, hedging, speculation and arbitrage operations, Interest Rate Parity and Purchasing Power Parity theories, Equilibrium in foreign exchange market.

Module 4: Financing Foreign Operations: Corporate sources and uses of funds, national capital markets, Euro markets, special financial vehicles, interest rate and currency swaps, debt, equity swaps, internal leasing, designing global financing strategy.

Module 5: International Capital Budgeting: Basics of capital budgeting, issues, foreign project appraisal-political risk analysis, growth options and project evaluation. Multinational working capital management, short-term financing, objectives and options, borrowing strategy and exchange risk management, current assets management strategy (Problems).

Recommended Books

1. Apte P.G., **International Financial Management**, Tata McGraw Hill, New Delhi
2. Ian H.Giddy, **Global Financial Markets**, AITBS 2000.
3. Kirt C. Butler, **Multinational Finance**, Thomson South Western.
4. Reid W. Click and Coval, **International Financial Management** Prentice Hall India.
5. Reid. M. Rodriguez, **International Financial Management** E Eugene Carter Prentice Hall, New Delhi
6. Alan C. Shapiro, **Multination Financial Management** Allyn and Paconloc, Boston.
7. Adrin. Buckley, **Multination Finance**, Hcrit, New Delhi.
8. RaymondVemon, **Manager in the International Economy**, Louis T Wells Jr. Prentice Hall.
9. David H.Blake, **The Politics of Global Economics**, Robert S. Walters Relations, Prentice Hall.
10. Madura, Jeff, **International Financial Management**, West Publishing Company.