

Course Code	MB18FM07	Course Name	International Finance	Course Category	Elective Course	L	T	P	C
						2	0	2	3

Pre-requisite Courses	Nil	Co-requisite Courses		Progressive Courses	
Course Offering Department	Faculty of Management	Data Book / Codes/Standards			

Course Learning Rationale (CLR):	The purpose of learning this course is to:	Learning	Program Learning Outcomes (PLO)
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CLR-1 :	CLR-2 :	CLR-3 :	CLR-4 :	CLR-5 :	1	2	3	1	2	3	4	5	6						
Study of monetary systems and global business environment will provide the basic knowledge of existence of international financial markets and foreign exchange markets	A basic understanding of the various types of exchange rates and its determination becomes important for people dealing in international business.	Most businesses today are either directly or indirectly exposed to international competition. Managing such businesses requires understanding of currency risks.	The regulatory framework for international finance sets basic guidelines for exchange of foreign currencies and accelerates short and long term international finance.	Taxation is a critical factor to international businesses because investors highly consider it before deciding to invest in a certain region in the world.	<i>Level of Thinking (Bloom)</i>	<i>Expected Proficiency (%)</i>	<i>Expected Attainment (%)</i>	PO1- Business Environment and Domain Knowledge	PO2 - Critical Thinking Business Analysis, Problem solving and Innovation	PO3 - Global Exposure and cross cultural understanding	PO4 – Social Responsiveness and Ethics	PO5 – Effective Communication	PO6 – Leadership and Team Work						
On completion of this course the students should be in a position to exhibit the following learning skills:																			
Course Learning Outcomes (CLO):	<i>At the end of this course, learners will be able to:</i>																		
CLO-1	To introduce the environment of international finance and its implications on global business and foreign exchange.	1	60	50										M	H	H	M	L	M
CLO-2	To understand the types of exchange rates, its determination and to compare exchange rate variations.	1	50	70										L	H	L	L	M	M
CLO-3	To have an understanding of how to use foreign exchange derivatives and other techniques to manage foreign exchange exposures and mitigate risks.	2	80	75										M	H	L	L	M	M
CLO-4	To apply and integrate the global developments with the changing business environment.	2	80	70	M	H	M	L	M	M									
CLO-5	To assess a international project in terms of its financial, economic, technical and management and governance viability.	3	90	80	M	H	H	L	M	M									

Duration (hour)		6	6	6	6	6
S-1	SLO-1	Basic Introduction to International Finance	Understanding Parity theory and conditions	Introduction to financial exposure	Understanding Regulatory Framework	Introduction to international project
	SLO-2	Significance and importance of International Finance	The law of one price and purchasing power parity theory	Types of financial exposures	Structuring and policy framework for an efficient financial regulation	Project appraisal - meaning and scope
S-2	SLO-1	Global business environment	The Fisher effect and International Fisher effect	Managing Transaction exposure with illustration	Financial Regulatory structure in India	Techniques of Project Appraisal
	SLO-2	Factors affecting global business environment	Interest rate parity and unbiased forward rate	Components of operating exposure	Regulatory framework for international finance	Techniques of Project Appraisal
S-3	SLO-1	History of monetary systems	Theories of Exchange rate determination	Translation exposure and financial decisions	Role of RBI with reference to international finance	Issues in International Project Appraisal
	SLO-2	Global monetary orders	Forces behind exchange rate determination	Economic exposure and comparison with other financial exposures	Role of FEMA	APV technique
S-4	SLO-1	Stages of International monetary system	Exchange rate regimes	Risks associated with financial exposures	Short term financial management in a global set-up	Real option value and portfolio approach
	SLO-2	Evolution of India's Exchange Rate System	Exchange rate management in India	Risk Management Strategies – hedging, speculation, arbitrage	Short term financial management in a global set-up	Case Study
S-5	SLO-1	Evolution and practices in foreign exchange markets	Types of exchange rates	Internal and external techniques of hedging	Long term financial management in a global set-up	Accounting in International business
	SLO-2	Participants and instruments in foreign exchange market	Factors affecting the change of exchange rate	Internal and external techniques of hedging	Case study	International accounting standards – Characteristics and determinants

S-6	SLO-1	International Financial Markets	Steps and procedure to calculate bill rate	Derivatives – meaning – significance	Treasury functions related to International finance	Taxation in International business
	SLO-2	Forms of International Financial Markets	Steps and procedure to calculate exchange rate	Types of derivatives	Treasury functions related to International finance	Taxation in International business

Learning Resources	<ol style="list-style-type: none"> 1. Jeff Madhura, “International Financial Management”, 10th edition, Cengage Learning, 2010. 2. Michael Moffett, Arthur Stonehill, David Eiteman,”Fundamentals of Multinational Finance”, International Edition, 4th Edition, Pearson Publications, August 2011, 3. Cheol S. Eun And Bruce G. Resnick, “International Financial Management”, Tata McGraw Hill, 2010. 4. Apte P.G, “International Financial Management”, 6th edition, Tata McGraw Hill, 2011.
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Learning Assessment											
	Bloom’s Level of Thinking	Continuous Learning Assessment (50% weightage)								Final Examination (50% weightage)	
		CLA – 1 (10%)		CLA – 2 (15%)		CLA – 3 (15%)		CLA – 4 (10%)		Theory	Practice
		Theory	Practice	Theory	Practice	Theory	Practice	Theory	Practice		
Level 1	Remember Understand	15	15	20	20	15	15	15	15	15	15
Level 2	Apply Analyze	20	20	15	15	15	15	20	20	20	20
Level 3	Evaluate Create	15	15	15	15	20	20	15	15	15	15
	Total	100 %		100 %		100 %		100 %		100 %	

CLA – 4 can be from any combination of these: Assignments, Seminars, Tech Talks, Mini-Projects, Case-Studies, Self-Study, MOOCs, Certifications, Conference Paper, etc.

Course Designers		
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