

FINANCE STREAM (Elective)

SEMESTER 1V
Code: IF04E01

Credit-3
Hrs 90

INTERNATIONAL FINANCE

Objectives

- *To give a detailed idea about macro environment on which financial transactions are carried out.*
- *To give a comprehensive knowledge about ways and means of raising of finance by MNCs'.*

MODULE-1 International finance- meaning-nature and importance-brettonwoods conference and afterwards-IMF and world bank, methods of international investments-balance of payments and its components-recent trends in international finance and trade-international flow of goods-service and capital coping with current account deficit.

(20 Hrs)

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MODULE-2 International financial system-International monetary system-developments-gold standard-brettonwood system-fixed parity system-smithsonian arrangement-exchange rate regime since 1973-floating system-international liquidity –creation of SDR-IMF-funding facilities-European monetary system-monetary and banking institutions in international markets.

(20 Hrs)

MODULE-3 MNCs-multinational financial management-theory and practice-complexities and issues in managing financial functions in MNCs-techniques of covering foreign exchange risk by MNCs.

(15 Hrs)

MODULE-4 Parity conditions in international finance-currency forecasting-arbitrage and law of one price-PPP theory-fisher effect-inflation risk and its impact on financial market-currency forecasting.

(20 Hrs)

MODULE-5 Management of working capital-international cash management-receivables management and inventory management-Management of short term overseas financing resources- foreign investment analysis-international portfolio investment-corporate strategy and FDI

(15 Hrs)