



Indraprastha College for Women

University of Delhi

Course Name:	B.Com(H)
Paper Title:	INTERNATIONAL FINANCE
Unique Paper Code:	
Semester:	V
Faculty(s):	MS.SABA ABID
Year:	2024

Work Plan			
Period	Unit No.	Learning Objective	Topics to be Covered
1 st Aug -3 rd Aug	IV	To Understand the International Monetary System and the nature and scope of international finance.	Types of risk exposure - Transaction exposure,
5 th Aug-10 th Aug	IV	To Understand the International Monetary System and the nature and scope of international finance	Types of risk exposure - Transaction exposure,
12 th Aug-17 th Aug	IV	To Understand the International Monetary System and the nature and scope of international finance	Economic exposure and Translation exposure,
19 th Aug-24 th Aug	IV	To Understand the International Monetary System and the nature and scope of international finance	Economic exposure and Translation exposure,
26 th Aug-31 st Aug	IV	To Understand the International Monetary System and the nature and scope of international finance	Measurement of risk exposure.
2 nd Sep-7 th Sep	IV	To Understand the International Monetary System and the	Measurement of risk exposure.

		nature and scope of international finance	
9 th Sep-14 th Sep	IV	To Understand the International Monetary System and the nature and scope of international finance	Management of currency risk using currency forwards and futures,
16 th Sep-21 st Sep	IV	To Understand the International Monetary System and the nature and scope of international finance	currency options and currency swaps. Interest Rate Risk and its management.
23 rd Sep-28 th Sep	IV	To Understand the International Monetary System and the nature and scope of international finance	currency options and currency swaps. Interest Rate Risk and its management.
30 th Sep-5 th Oct	V	To Understand the International Monetary System and the nature and scope of international finance	Cross border investment decision: Types and issues,
7 th Oct-12 th Oct	V	To Understand the International Monetary System and the nature and scope of international finance	Cross border investment decision: Types and issues,
14 th Oct-19 th Oct	V	To Understand the International Monetary System and the nature and scope of international finance	Cross border investment decision: Types and issues,
21 st Oct-26 th Oct	V	To Understand the International Monetary System and the nature and scope of international finance	Greenfield investment vs. cross border M&As.
28 th Oct-2 nd Nov		To Understand the International Monetary System and the nature and scope of international finance	MID SEMESTER BREAK
4 th Nov-9 th Nov	V	To Understand the International Monetary System and the nature and scope of international finance	Estimation of cash flows from cross border investment projects.
11 th Nov-16 th Nov	V	To Understand the International Monetary System and the nature and scope of international finance	Risks in cross border investment decision-currency risk, political risk, country risk, inflation risk etc.
18 th Nov-23 rd Nov	V	To Understand the International Monetary System and the nature and scope of international finance	Valuation techniques by incorporating risk and other factors.
25 th Nov-27 th Nov	V	To Understand the International Monetary System and the	Valuation techniques by incorporating risk and other

		nature and scope of international finance	factors.
28 th Nov	DISBERSAL OF CLASSES		

Unit	TOPICS
I	Evolution of International Monetary System, Bimetallism, Gold Standard, Bretton Woods System, Flexible Exchange Rate Regime and Current Exchange Rate Arrangements. Globalization and Multinational Enterprise. Issues in international finance.
II	Spot Markets, Spot Rate Quotations, Trading in Spot Markets, Cross Exchange Rates. Forward Markets: Concept of Forward Rates, Long and Short Forward Positions, Forward Premium and Discounts. Arbitrage, Hedging and Speculation.
III	Factors affecting Exchange Rate, Relative Inflation Rate, Relative Interest Rate, Relative Income Levels, Government Controls, expectations, etc. Theories of Exchange Rate (Purchasing Power Parity, Interest Rate Parity and Fisher's Effect).
IV	Foreign Portfolio Investment, International Bond & Equity market, GDR, ADR. International Financial Instruments, Foreign Bonds, Eurobonds and Global Bonds. Floating rate Notes, Zero-coupon Bonds. Types of risk exposure - Transaction exposure, Economic exposure and Translation exposure, Measurement of risk exposure. Management of currency risk using currency forwards and futures, currency options and currency swaps. Interest Rate Risk and its management.
V	Cross border investment decision: Types and issues, Greenfield investment vs. cross border M&As. Estimation of cash flows from cross border investment projects. Risks in cross border investment decision-currency risk, political risk, country risk, inflation risk etc. Valuation techniques by incorporating risk and other factors.
S. No.	Name of Authors/Books/Publishers
1.	Madura, Jeff. —International Financial Management Cengage Learning.

2.	Maurice, Levi D. —International Finance Routledge.
3.	Shapiro, Alan C. —Multinational Financial Management John Wiley.
4.	Sharan, V. International Financial Management, 6th ed. PHI Learning