

SARDAR PATEL UNIVERSITY
Programme: BBA(Foreign Trade)
Semester: VI

Syllabus with effect from: NOVEMBER \ DECEMBER 2013

Paper Code: UM06CBBF02	Total Credit: 3
Title Of Paper: International Financial Management - IV (International Monetary System & Derivatives - I)	

Unit	Description in detail	Weighting (%)
1	International Monetary System Evolution of International Monetary System Exchange Rate Regimes IFM (objectives, Role of IMF, Sources of funds, Quotas, position) International Monetary Reforms Special Drawing Rights (SDR Allocation, SDR of India)	25 %
2	Global Financial Market What's Special about International Finance (Foreign Exchange, Political Risk, Market imperfection, Expanded opportunity set) International Opportunity: (Opportunities for Business, Financing & Fund Raising) Motives for using International Financial Management Foreign Exchange Market <ul style="list-style-type: none"> • Euro currency Market • Euro bond Market • Euro credit market • Domestic & Off-shore market 	25 %
3	Forward, Swaps and Interest parity Arbitrage without transaction cost Arbitrage with transaction cost Swaps, Types of Swaps & Deposits Market Forward, Forward-Swaps, Swap Positions Example	25 %
4	Currency Option Option on spot and option on future Option Terminology Elementary option strategies Hedging with currency option Example	25 %

Basic Text & Reference Books

- International Financial Management – V. Sharan
- International Financial Management – P. G. Apte
- International Financial Mgt. – Cheol, Rusnik
- International Financial Mgt. – V. Bhalla
- International Business – P. Subarao
- International Business – R. R. Chandra

