

**SARDAR PATEL UNIVERSITY**  
**Programme: BBA (International Business)**  
**Semester: VI**  
**Syllabus with Effect from: DECEMBER 2016**

<b>Paper Code:</b> UM06CBBB02	<b>Total Credits: 3</b>
<b>Title Of Paper:</b> International Financial Management - IV (International Monetary System & Derivatives - I)	

Unit	Description in detail	Weightage (%)
<b>1</b>	<b>International Monetary System</b> 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)	<b>25 %</b>
<b>2</b>	<b>Global Financial Market</b> 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"> <li>• Euro currency Market</li> <li>• Euro bond Market</li> <li>• Euro credit market</li> <li>• Domestic &amp; Off-shore market</li> </ul>	<b>25 %</b>
<b>3</b>	<b>Forward, Swaps and Interest parity</b> Arbitrage without transaction cost Arbitrage with transaction cost Swaps, Types of Swaps & Deposits Market Forward, Forward-Swaps, Swap Positions Example	<b>25 %</b>
<b>4</b>	<b>Currency Option</b> Option on spot and option on future Option Terminology Elementary option strategies Hedging with currency option Example	<b>25 %</b>

**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

