

SARDAR PATEL UNIVERSITY
Programme: BBA (Information Technology Management)
Semester: VIII
Syllabus with effect from: December-2013
(Batch-2010)

Theory-Credit-3

Paper Code: UM08EBBI03	Total Credit: 4
Title Of Paper: Fundamentals of International Finance - II	

Unit	Description in detail	Weightage (%)
I	Capital budgeting for the Multinational Corporation Introduction; Basics of Capital budgeting; Issues in foreign Investment Analysis; Political Risk Analysis;; International Capital Budgeting; The Basic Framework; Issues in Foreign Investment Analysis; Parent Vs. Project Cash Flows, Exchange Rate Change and Inflation ;Tax Treatment of Foreign source Income, Political and Economic Risk Analysis; Expropriation , Incorporating Country Risk Analysis in Capital Budgeting; Multinational capital	25%
II	Techniques of Capital budgeting for the Multinational Corporation Nature, Difficulties and Importance of multinational capital budgeting decisions, Data Requirement - Incremental/Relevant cashflows, Project Evaluation Criteria, Non Discounted Cash Flow Criteria for Project Evaluation ;Discounted Cash Flow Criteria for Project Evaluation, Net Present Value; Profitability Index; Internal Rate of Return - Examples;	25%
III	Cost of Capital for the Multinational Corporation Cost of debt, cost of preference shares, cost of equity capital, Computation of overall cost of capital, Adjusted Present Value Approach	25%
IV	International Working Capital Management Working capital policy, Basics of managing cash and near cash assets, steps in management of cash and near cash assets, management of receivables, management of inventory, financing of Current assets.	25%
V	Tutorial : Credit 1 Marks-25	
	Finance in Action	
	Twenty questions from Unit 1 to 4 - Journal on the same shall be maintained by the students.	
	Journal shall be evaluated by the concerned teachers.	

Basic Text & Reference Books:-

- Bhalla, V.K. International Financial Management, 2nd ed. New Delhi, Anmol, 2001
- Sharan Vyuptakesh, International Financial Management (5th ed), PHI Learning Private Ltd, New Delhi
- Shapiro, Alan C. Multinational Financial Management, New Delhi, Prentice Hall of India, 1995.
- Apte P G, International Financial Management [4th ed], Tata McGraw Hill
- Khan & Jain, Financial Management (5th ed), Tata McGraw Hill
- Pandey I M, Financial Management (10th ed), Vikas Pub. House

