## SARDAR PATEL UNIVERSITY Vallabh Vidyanagar, Gujarat (Reaccredited with 'A' Grade by NAAC (CGPA 3.11)) Programme: B.COM Semester: V Syllabus with effect from the Academic Year: June, 2023

| B.COM. SEMESTER-V |  |              |
|-------------------|--|--------------|
| Paper Code        | Title of the Paper                       | Total Credit |
| UB05DCOM73        | Fundamentals of International<br>Finance | 3            |

| Course     | To impart | conceptual | knowledge | of | International | Finance | to | the |
|------------|-----------|------------|-----------|----|---------------|---------|----|-----|
| Objectives | students  |            |           |    |               |         |    |     |

|      | Course Description   |           |  |
|------|--|-----------|--|
| Unit | Description  | Weightage |  |
| 1.   | INTERNATIONALFINANCIALMANAGEMENT:ANOVERVIEWIntroduction: Why study International Finance?; The Finance function;<br>The Emerging Challenges; Recent Changes in Global Financial<br>Markets, Objectives of the Firm; Risk Management and Wealth<br>Maximization; AFramework for Financial Decisions; Role of the International Financial<br>Manager   | 25%       |  |
| 2.   | <b>Foreign Exchange Markets</b><br>The Foreign Exchange Market, International Parity Relationships,<br>Foreign Exchange Risk and Hedging, Financing International<br>Operations, Cost and Risk of International Financing, Financing Foreign<br>Operations, Raising Foreign Currency Finance, Management of Foreign<br>Exchange Exposure   | 25%       |  |
| 3.   | <b>Foreign Exchange Dealings and Risk Management</b><br>The Foreign Exchange Markets, Foreign Exchange Dealings – Exchange<br>Rates, Determinants and Select theories of Exchange Rates, Foreign<br>Exchange Risk Management – External & Internal Techniques  | 25%       |  |
| 4.   | Instruments of International Financing<br>International Bond Financing; International Equity Financing; Brief<br>Introduction to Other sources of financing – Parallel Loans, Credit<br>Swaps, Government Lending, Development Institution Lending; Selected<br>Instruments of the International Money Market-Eurocurrency Time<br>Deposits and Certificate of Deposit, Banker's Acceptances and Letters of<br>Credit, Euro notes and Euro commercial Paper, Medium-term Notes and<br>Deposit Notes, Floating Rate Notes | 25%       |  |

\*Units will have the same Weightage in the evaluation as suggested in the course outline.

| Teaching-   | Lecture Method            |
|-------------|---------------------------|
| Learning    | Online Lectures           |
| Methodology | Group Discussion          |
|             | Practical Problem Solving |

|        | Evaluation Pattern        |           |
|--------|---------------------------|-----------|
| Sr.No. | Details of the Evaluation | Weightage |

| 1. | Internal/Written Examination  |     |
|----|---|-----|
| 2. | Internal Continuous Assessment in the form of Practical, Viva-Voce, |     |
|    | Quizzes, Seminars, Assignments, Attendance                          |     |
| 3. | University Examination  | 70% |

\* Students will have to score a minimum of 40 (Forty) Percent to pass the course.

## Course Outcomes: Having Completed this course, the students will be able to

After completion of the course, student will be able to:

- Get an overview of International Financial Management
- Get idea about Foreign Exchange Markets, Dealings and Risk Management
- Get conceptual knowledge of Instruments of International Financing

| Suggested References: (include Reference Material from where a student is expected to study the said content in APA Style) Reference Websites can also be included) |   |  |
|---|---|--|
| Sr. No  | References                                      |  |
| 1.  | I M Pandey, Financial Management                |  |
| 2.  | Khan & Jain, Financial Management               |  |
| 3.  | Prasanna Chandra, Financial Management          |  |
| 4.  | Van Horne, Fundamentals of Financial Management |  |
| On-Line Resources available that can be used as Reference Material  |   |  |
|   |   |  |