

Global Financial Management

Course Code	21BA4T5FA	Year	II	Semester	II
Course Category	Elective (Finance)	Branch	Business Administration	Course Type	Financial Management
Credits	3	L-T-P	3-0-0	Prerequisites	Nil
Continuous Internal Evaluation	30	Semester End Evaluation	70	Total Marks	100

Course Outcomes		
Upon successful completion of the course, the student will be able to:		
CO1	Identify the concepts of International financial management and understand the concept of exports and imports including Balance of Payment.	L3
CO2	Analyze the evolution of the global monetary system and related world bodies.	L4
CO3	Examine the relationships that exist between national stock markets, currency markets and interest rate markets.	L4
CO4	Develop the knowledge of various sources of international finance and their importance in MNC's.	L3
CO5	Evaluate the techniques of international capital budgeting, international capital structure and cost of capital and international financing.	L5

Contribution of Course Outcomes towards achievement of Program Outcomes & Strength of correlations (3-High, 2-Medium, 1-Low)													
	PO1	PO2	PO3	PO4	PO5	PO6	PO7	PO8	PO9	PO10	PO11	PSO1	PSO2
CO1	3	-	3	3	3	-	-	3	3	-	-	3	-
CO2	3	-	3	3	3	-	-	3	3	-	-	3	-
CO3	3	-	3	3	3	-	-	3	3	-	-	3	-
CO4	3	-	3	3	3	-	-	3	3	-	-	3	-
CO5	3	-	3	3	3	-	-	3	3	-	-	3	-

SYLLABUS		
Unit No.	Contents	Mapped CO
I	Global Financial Management: An overview of IFM – Scope - Recent challenges of IFM- EXIM policy- Regulations and guidelines- Balance of payments (BoP)- Fundamentals of BoP-Accounting components of BOP.	CO1
II	Global Monetary System: Evolution- Gold Standard- Bretton Woods system-The flexible exchange rate regime- the current exchange rate arrangements- The Economic and Monetary Union (EMU).	CO2
III	Foreign Exchange Market: Function and structure of the Forex markets-Major participants- Foreign exchange quotations- Process of arbitrage, Factors influencing exchange rates; International arbitrage and interest rate parity-Relationship between inflation- interest rates and exchange rates – Purchasing power parity – International fisher effect.	CO3
IV	Currency Futures and Options Markets: Overview of the other markets – Euro currency market- Euro credit market- Euro bond market- International stock market.	CO4

V	Long term & Short term Asset–Liability Management: Long term asset liability management: International capital budgeting, International capital structure and cost of capital; International financing: Equity, Bond financing- Parallel loans; Short term asset liability management- International cash management- Accounts receivable management- Inventory management.	CO5
Case Study Compulsory. Relevant cases have to be discussed in each unit.		

Learning Resources	
Text Books:	
<ol style="list-style-type: none"> 1. P G Apte, Sanjeevan Kapshe (2020), “International Financial Management”, McGraw Hill Education (India) Private Limited. 2. Cheol S. Eun, Bruce G. Resnick (2017), “International Financial Management”, McGraw Hill Education. 	
Reference Books:	
<ol style="list-style-type: none"> 1. Avadhani V.A, “International Financial Management”, Himalaya Publishing House, New Delhi. 2. Vyuptakesh Sharan, “International Financial Management”, PHI Learning, New Delhi. 3. Alan C. Shapiro, “Multinational Financial Management”, Wiley India, New Delhi. 4. Apte P.G, “International Financial Management”, TMH, New Delhi. 5. Shailaja G, “International Finance”, Universities Press (India) Private Limited, Hyderabad. 6. Srivastava M.R., “Multinational Financial Management”, Excel Books, New Delhi. 7. Thomas J O’Brien, “International Finance”, Oxford University Press, New Delhi. 	
e- Resources & other digital material:	
<ol style="list-style-type: none"> 1. https://nptel.ac.in/courses/110/105/110105031/ 2. https://nptel.ac.in/courses/110/105/110105057/ 3. https://dor.gov.in/foreign-exchange-management-list 	