

**St. Joseph's College of Commerce (Autonomous)**  
**#163, Brigade Road, Bangalore - 560 025**  
**LESSON PLAN - III BCom/BBA 6th Semester**

**Ms. J Nancy Christina**  
**Subject Name: International Finance**

**Lecture hours: 60**

**Objective: The course will help students to understand international financial markets, instruments and risk management in overseas investment.**

Sl. No	UNIT & OBJECTIVES	No. of Lecture Hours	Methodology/ Instructional techniques	Evaluation/ learning confirmation
<b>UNIT I</b>	<b>INTRODUCTION TO INTERNATIONAL FINANCE</b>	<b>10 hours</b>		
1.	Domestic, Foreign, Euro currency	2	Lecture	Question and Answer
2.	Exchange rate, fundamental factors affecting exchange rates	2	Lecture	Question and Answer
3.	Two way quote-Direct quote, indirect quote, American term, European term, swap point	3	Lecture ,Problem	Problems
4.	Balance of payment	3	Lecture	Case Analysis
<b>UNIT II</b>	<b>MONEY MARKET &amp; BOND MARKET</b>	<b>6 hours</b>		
1	What money markets do?	1	Lecture	Question and Answer
2	Money market instruments	3	Lecture	Question and Answer
3	Bond Market	2	Lecture & Case Study	Case Analysis
<b>UNIT III</b>	<b>EQUITY &amp; TRADE FINANCE</b>	<b>10 hours</b>		
1	FII - Regulations governing FII in India.	2	Lecture	Question and Answer
2	FDI - Meaning, advantages, disadvantages	3	Lecture & Case Study	Case Analysis
3	Securitized Financing, Equity Financing(ADR,GDR)	3	Lecture	MCQs
4	Trade Finance	2	Lecture	
<b>UNIT IV</b>	<b>CURRENCY DERIVATIVES</b>	<b>10 hours</b>		
1	Need for currency derivative market	1	Lecture	Question and Answer
2	Future , forward,options,swap	5	Lecture through PPT ,Problems	Problems
3	Pricing of futures	2	Lecture through PPT ,Problems	Problems
4	Strategy and option valuation	2	Lecture through PPT ,Problems	Problems
<b>UNIT V</b>	<b>INTERNATIONAL RISK MANAGEMENT</b>	<b>12 hours</b>		

1	Political, commercial, exchange control restrictions on remittance	4	Lecture through PPT	Question and Answer
2	Tax systems, exchange rate fluctuation, risk of non-payment	4	Lecture through PPT	MCQs
3	Managing risk-inflation, interest rate, exchange rate, PPP,IRP	4	Lecture	Question and Answer
4	Hedging, speculation, arbitrage process, currency basket	4	Lecture	Question and Answer
<b>UNIT VI</b>	<b>INVESTMENT APPRAISAL AND FUNDING</b>	<b>12 hours</b>		
1	Overseas investment appraisal and funding, Computing NPV	4	Lecture	Question and Answer, Problems
2	Evaluation from project, investor and parent point of view	4	Lecture	Question and Answer
3	International capital structure and cross-border acquisition	4	Lecture	Question and Answer