

Syllabus for the course INTERNATIONAL FINANCE

Course title:	International Finance
Number of ECTS credits allocated:	6 (1 ECTS credit = 26 hours of workload) 3 US credits
Mode of delivery:	full-time; 2/2 (hours of lectures per week / hours of seminars per week) as semestral course
Mode of completion:	graded course
Prerequisites and co-requisites:	none

Aims of the course:

The objective of this course is to make students familiar with contemporary trends in international business finance, and with different possibilities in forming financial strategies in this field. The theoretical approach will be complemented by case studies covering basic decision making processes in international business finance, in order to develop knowledge and skills of students in the area of financial management.

Learning outcomes and competences:

Upon successful completion of this course, students will be able to determine the factors that influence the international business finance, will gain the basic orientation in the financial markets instruments and methods of financing international business activities of enterprises with regard to their economic and financial strength, area of activities and risk sensibility.

Course contents:

Foreign Exchange Markets (allowance 4/4)

- a. Exchange Rate Quotations
- b. Cross Rates
- c. Locational Arbitrage, Triangular Arbitrage
- d. Currency Speculations

Currency Derivatives (allowance 6/6)

- a. FX forwards
- b. Currency Futures
- c. FX Swaps and Currency Swaps
- d. Currency Options

Exchange Rate Exposure (allowance 4/4)

- a. Transaction, Economic and Translation Exposure
- b. Exchange Rate Risk Measurement
- c. FX Exposures Management

International Investment Decisions (allowance 10/10)

- a. Stock Valuation
- b. Interest Rates and Bond Valuation
- c. Security Market Line
- d. Investment Criteria

Learning activities, teaching methods and workload (hours):

Type of teaching method	Daily attendance
Participation in lectures	26 h
Preparation for lectures	13 h
Attendance at seminars/workshops/tutorials	26 h
Preparation for seminars/workshops/tutorials	13 h
Preparation of presentation	26 h
Preparation for mid-term test(s)	26 h
Preparation for final test	26 h
Total	156 h

Assessment methods and criteria:

Requirement type	Daily attendance
Active lecture/seminar/workshop/tutorial participation	20 %
Presentation	30 %
Mid-term test(s)	25 %
Final test	25 %
Total	100 %

Assessment:

Graded courses	
1=A	Excellent (90 - 100%)
2=B	Very good (75 - 89%)
3=C	Good (60 - 74%)
4=F	Insufficient (0 - 59%)

Special requirements and details:

Participation in seminars is mandatory. Students may miss maximum 3 sessions.

Reading:

Type	Author	Title	Published in	Publisher	Year	ISBN
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RQ	EITEMAN, D K. -- MOFFETT, M H. -- STONEHILL, A I.	Multinational business finance	Harlow	Pearson	2021	978-1-292-27008-1
RQ	JORDAN, B D. -- ROSS, S A. -- WESTERFIEL D, R.	Fundamentals of corporate finance	New York	McGraw-Hill/ Irwin	2010	978-0-07-338239-5

RQ required
RE recommended