

K L UNIVERSITY
DEPARTMENT OF COMMERCE
B.Com (Honours) (Accounting & Finance)
VII - SEMESTER

INTERNATIONAL FINANCIAL MANAGEMENT

Unit I: Designing a Global Financing Strategy (**Hours : 6**)

Institutional Structure - Euro Currency Loan -- International Equity Markets - International Financing Decision - Financing Overseas Subsidiary - Borrowing International Equity Investment - Syndicated Loans – Block Funds– Subsidized Financing.

Unit II: International Project Appraisal (**Hours : 5**)

Issues involved in Investment Analysis – Profit and Rent Maximization – Cross Border Investment Analysis – Discounted Cash Flows – Capital Asset Pricing Model(CAPM) – International Asset Pricing Model(IAPM).

Unit III: International Capital Budgeting(**Hours : 5**)

Methods – Present Value Analysis – Decision Tree Analysis – Contingent Claim Analysis.

Unit IV : Cost of Capital and Capital Structure(**Hours : 8**)

Cost of Debt and equity Across Countries – Weighted Average Cost of Capital and Assessment of Foreign Projects – Capital Structure Decision across the countries.

Unit V: Multinational Working Capital Management(**Hours : 6**)

Sources of Short Term Financing - Current Asset Management - International cash Management: - Inventory Management - Managing Blocked Currency Trade.

Text Books

1.Reid W. Click and Coval, ‘International Financial Management’ Prentice Hall India, 2008, 4th Edition, New Delhi.

Reference Books:

1. Apte P.G, International Financial Management, Tata McGraw Hill, 2009, 2nd Edition, New Delhi., New I Delhi,
2. Rite M Rodriguez, “International Financial Management”, E Eugene Carter Prentice Hall,2010, 7th Edition, New Delhi. New Delhi