

# **International Financial Management**

**Language:** English

**Level of Spanish required:** Not required

## **Course description**

This course focuses on the important aspects of the international financial management. We will cover the main characteristics of the international finance economics environment, the discussion of markets organization for foreign exchange, the role of different derivative instruments, and finally, if time allows it, the origin and the evolution of the current financial turmoil.

To be able to attend the class, the students should have a good knowledge of macroeconomic finance and international economy.

## **Methodology**

The class will consist on a lecture but also in discussion with the students about the notes and other supplementary material that may be uploaded on the course website at least one day before the scheduled lecture.

## **Assessment**

Exam: 40%

Essay: 40%

Assistance and class participation: 20%

## **Syllabus**

Part 1: Environment of international finance economics

Part 2: The Currency and Derivative Markets

Part 3: The Financial Turmoil 2007-2010

## Weekly program

### WEEK ONE

| Classes | Subjects  |
|---------|---|
| Class 1 | Environment of international finance economics: introduction. |
| Class 2 | The Theory of Exchange Rate Determination.                    |

### WEEK TWO

| Classes | Subjects                                    |
|---------|---|
| Class 3 | The International Monetary System.          |
| Class 4 | Parity Conditions in International Finance. |

### WEEK THREE

| Classes | Subjects   |
|---------|--|
| Class 5 | The Currency and Derivative Markets: introduction. |
| Class 6 | The Foreign Exchange Market.                       |

### WEEK FOUR

| Classes | Subjects                                 |
|---------|--|
| Class 7 | Futures and Options on Foreign Exchange. |
| Class 8 | Swaps.                                   |

### WEEK FIVE

| Classes  | Subjects                         |
|----------|----------------------------------|
| Class 9  | Swaps: case study.               |
| Class 10 | Central Clearing Counterparties. |

### WEEK SIX

| <b>Classes</b> | <b>Subjects</b>                    |
|----------------|------------------------------------|
| Class 11       | The Financial Turmoil 2007-2010.   |
| Class 12       | The Roots of the financial crisis. |

#### WEEK SEVEN

| <b>Classes</b> | <b>Subjects</b>                                      |
|----------------|--|
| Class 13       | The Evolution and Consequences of the credit crisis. |
| Class 14       | The financial crisis: case study.                    |

#### WEEK EIGHT

| <b>Classes</b> | <b>Subjects</b>                          |
|----------------|--|
| Class 15       | Financial analysis solution.             |
| Class 16       | Financial analysis solution: case study. |
| Class 17       | Final Exam                               |

### **Bibliography**

- Foundations of multinational financial management – Alan C.Shapiro  
– Wiley 5th Edition
- International financial management – CheolS.Eun&Bruce.G.Resnick  
–McGraw Hill 5th Edition
- Multinational financial management – Alan C.Shapiro – Wiley 8th Edition