

**M.Com Accountancy & Statistics**  
**FOURTH SEMESTER**

**Paper 4.1 - International Financial Management**

Unit – I

International Financial Management: Concept, MNCs: The key Participants in International Financial Functions, Nature, Scope of IFM, Goals for IFM, International Vs Domestic Financial Management.

International Financial Instruments: GDR, ADR, IDR.

Unit – II

Balance of Payments: Structure, Accounting Principles in BOP, Components of the BOPs, Equilibrium, Disequilibrium and Adjustments.

Unit – III

International Investment Decisions: Foreign Direct Investment: Meaning, Theories of FDI, Costs and Benefits of FDI and Strategy for FDI.

Financial Swaps: Interest-Rate Swap, Currency Swap and Equity Swap, Some aspects of Swap Management.

Unit – IV

Financing of Foreign Trade: Foreign Trade Documentation, Modes of Payment in International Trade, Methods of Trade Financing

International Indebtedness: External Resources and Development, Nature and Magnitude of External Debt, Factors behind the Debt Crisis and Management of External Indebtedness.

Unit – V

Foreign Exchange Market Structure of the Forex Markets, Distinctive features, Major Participants, Spot Market, Forward Market, Market for Currency Futures, Market for Currency Options.

**Suggested Readings:**

Agarwal, O.P. : International Financial Management, Himalaya Publishing House, Mumbai.

Alan, C. Shapiro : Multinational Financial Management, Willey India, New Delhi.

Apte, P.G. : International Financial Management, McGraw Hill Publishing, New Delhi.

Bhalla V.K. : International Financial Management, Anmol Pub., New Delhi.

EUN and Resnick. : International Financial Management, Tata McGraw Hill, New Delhi.

Jeff Madura : International Financial Management, South-western Cengage Learning, USA.

Maurice, D. Levi : International Finance, Tata McGraw Hill, New Delhi.

Sharan, V. : International Financial Management, PHI, New Delhi.

Somnath, V.S. : International Financial Management, I.K. International Pub. House, New Delhi.