



FIN 302 - International Finance

A transcript for this course will be issued by the host university, Shanghai International Studies University.

Basic Information:

Instructor Name	TBD
E- Mail	
Office	TBD
Office Hours	TBD, and by appointment

Course Description

This course deals with the workings of international financial markets and the management of multinational business. The course commences with the examination of the structure and environment of the international monetary system as it pertains to the multinational firms. The basic objective of the course is to provide a conceptual framework within which the multinational corporation makes key financial decisions. The course topics are at both micro and macro levels. Some perspective about China is added by inviting top professors from local universities to deliver seminars on China's foreign exchange regime and the RMB as an international currency. The course will be conducted in a seminar format with a combination of lecture-discussion and case studies. The primary teaching materials are from the text and will be supplemented with handouts and online readings.

On completion of this course students should:

- Understand the international financial framework within which firms operate;
- Understand the market forces that affect the relative values of assets in the international market place;
- Understand the concept of international parity conditions;
- Understand the foreign exchange market and techniques for managing exposure to exchange rate fluctuations;
- Understand the role of risk management through hedging to optimize returns;
- Have developed knowledge on long term financial asset and liability management; and
- Have developed knowledge on short term financial asset and liability management.

Required Course Materials

Textbook	Edition	Author	Publisher	ISBN-13
Multinational Business Finance	14 th Global, 2016	Eiteman, Stonehill, Moffett	Pearson	9781292097879

Link to publisher: <http://www.pearson.com.au/products/D-G-Eiteman/Multinational-Business-Finance-Global-Edition/9781292097879?R=978129209787>

Course Hours:

The course has 19 class sessions and a 5-hour field trip. Each class session is 160 minutes in length. The course normally meets from Monday to Friday. This course has a total of 67 contact hours including a final exam. Final exams are scheduled on July 29 and 30, 2019.

Prerequisite:

None



Course Schedule

Week	Session	Day	Topic	Chapter	Presentations	Preparation problems
Week 1	July 2	T	Orientation			
	July 3	W	Overview of international finance	1		
	July 4	TH	International monetary system	2		
	July 5	F	Balance of payments	3	Group 1	Ch.2: 1,3,5,8,9
Week 2	July 8	M	Foreign exchange market	5	Group 2	Ch.3: 5-9,10-14
	July 9	T	Class Quiz I (Chapters 1,2,3,5)		Group 3	Ch.5: 3,5,6,13,17
	July 10	W	International parity conditions	6		
	July 11	TH	Foreign currency derivatives	7	Group 4	Ch.6: 3,5,8,12-14,16
	July 12	F	Exchange rate determination	9	Groups 5	Ch.7: 2,3,5,6,8,9
Week 3	July 15	M	Class Quiz 2 (Chapters 6,7,9)		Group 6	Ch.9: 2,5,6,11-13
	July 16	T	Transaction exposure	10		
	July 17	W	Operating exposure	12	Group 7	Ch.10: 1,2,4
	July 18	TH	Global cost of capital	13	Group 8	Ch.12: 1,2,3,4
	July 19	F	Field Trip (5-Hour) Company Visit of Industrial Bank Co.,LTD Industrial Bank is one of the first batch of joint-stock commercial banks in China and represents a time of change. Industrial Bank will arrange their HR manager and Business manager to introduce key elements of their bank operations.			
Week 4	July 22	M	Raising equity and debt globally	14	Groups 9	Ch.13: 2,3,4,6
	July 23	T	Foreign direct investment (PART I)	17	Groups 10	Ch.14: 2,3,6,7
	July 24	W	Foreign direct investment (PART II)	17		
	July 25	TH	Revision		Groups 11	Ch.17: pres. topics
	July 26	F	Revision		Groups 12	
Week 5	July 28	Sta	Reading Day			
	July 29	M	FINAL EXAM			
	July 30	T	FINAL EXAM			



Homework

Homework questions are selected from the 'Practical Questions' at the end of each Chapter of the Eiteman *et al.* text. Homework is not assessed, but evidence you attempted it counts to participation. Homework is also good preparation for the quizzes and final exam. The questions include the presentation questions (see below) and a few others.

Evaluation

Final marks will be determined as follows:

Assessment	Percentage
Attendance and participation	10%
Class Quizzes (2)	30%
Group Presentation	20%
Final Exam	40%
Course Total	100%

Class Participation and Discussion

Students are expected to attend all classes. If a student misses more than one session, two marks will be deducted for each subsequent class missed. A student with good attendance, who contributes to class discussion and suggests answers to homework answers, can earn ten marks for this item.

Quizzes

The class quizzes are designed to allow you to test and demonstrate your understanding of the business/corporate finance concepts that you have learned about, including both numerical and theoretical concepts. Your results in the quizzes will give you feedback on how you are going in the course.

Group Presentations

The presentations are designed to encourage cooperative learning and communication. See below for details.

Final Exam

Duration: 2 hours (plus 15 minutes reading time). The exam will consist of multiple choice questions and short- and long-answer theoretical and numerical questions. Non-programmable financial and scientific calculators may be used in the final examination (see note on calculators below).

Grade Distribution

Letter Grade	Grade Points
High Distinction	85-100
Distinction	75-84
Credit	65-74
Pass	50-64
Fail	0-49

Exam Policy

1. This is a closed book exam, worth 40% of the total assessment of the course.
2. The final exam comprises multiple choice and structured short answer questions.
3. Candidates must answer all questions.



Academic Integrity

SISU expects honesty from students in presenting all of their academic work. Students are responsible for knowing and observing accepted principles of scholarly research and writing in all academic work.

Academic dishonesty or cheating includes acts of plagiarism, forgery, fabrication or misrepresentation, such as the following:

- claiming the work or thoughts of others as your own
- copying the writing of others into your written work without appropriate attribution
- writing papers for other students or allowing them to submit your work as their own
- buying papers and turning them in as your own
- having someone else write or create all or part of the content of your assignments
- submitting the same paper for more than one study or class without explicit permission from the faculty members

General Principles

SISU is committed to principles of trust, accountability, clear expectations and consequences. It is also committed to redemptive efforts, which are meaningful only in light of these principles. Students will be granted due process and the opportunity for an appeal.

Academic dishonesty offenses generally are subject to incremental disciplinary actions. Some first offenses, however, receive severe penalties, including dismissal from the program.

General Disciplinary

The following is a non-comprehensive list of possible actions apart from dismissal from the program: warning from a professor, program director; a lower or failing grade on an assignment, test or course; suspension or dismissal from the course; suspension or dismissal from the program.



Disciplinary Actions for Specific Offenses

Some academic dishonesty offenses call for specific disciplinary actions. The following have been identified:

Falsification of documents: Students who falsify or present falsified documents may be dismissed. Prospective students who are discovered to have presented falsified admission documents prior to admission shall be denied admission to the program. Should it be discovered after admission that a student had presented falsified documents for admission, such admission may be annulled and the record of academic achievement removed from the academic record, with appropriate notations. Such annulments or denials may be reviewed after one year.

Dishonesty in course requirements: Course work (a quiz, assignment, report, mid-term examination, research paper, etc.) in which a student has been dishonest generally will receive zero points towards the grade in fulfillment of a course requirement, and/or the student may receive a failing grade for the course. The professor of the course determines the appropriate consequence.

Final assignment: When a student cheats in a major or final assignment such as a comprehensive examination or presents plagiarized material in a major or final assignment, that student shall receive an F in that particular subject. Student cheats on more than two exams shall be dismissed from SISU.