



Course Outline

Course ID: FN313 INTERNATIONAL FINANCE

Semester 2/2021 (January 10th – May 7th, 2022)

Number of Credit: 3 Credits

Prerequisite: Have earned credits of (1) FN 201 and (2) FN 211 and (3) EC 212 or EC 214

Course Description: The financial management for international business and its international economic environment: international monetary system, the balance of current account, the balance of payment, the foreign exchange market; the application of financial instruments and derivatives in the international financial risk management, the roles of international financial institutions, such as the International Monetary Fund (IMF), the World Bank, and international financial corporations

Course Objectives:

1. Students should understand the international business, international economic environment and international monetary system.
2. Students should understand various kinds of risk associated with international finance and how to manage risk with proper financial instruments and derivatives.
3. Students should understand the concept and composition of balance of payment.
4. Students should know how to apply financial instruments and derivatives in the international financial risk management.
5. Students should know about the roles of international financial institutions, such as the International Monetary Fund (IMF), the World Bank, and international financial corporations.

Class Time and Logistic

Class day: Tuesdays

Class time: 1.00-4.00 PM.

Teaching Materials Platform: Sending to your school email

Meeting Platform: Zoom (Use this ID and Passcode throughout the semester)

<https://zoom.us/j/95107345845>

Meeting ID: 951 0734 5845

Passcode: 264403

Instructor:

Name: Assistant Professor Dr. Chaiyuth Padungsaksawasdi

Office Hours: By appointment only

Email: chaiyuth@tbs.tu.ac.th

Phone: 02-613-2243

Main Text: Eiteman, David K., Arthur I. Stonehill, and Michael H. Moffet. Multinational Business Finance (15th Edition), Pearson, 2021. (ET)

Recommended Texts & Materials:

- 1.) Madura, Jeff, International Financial Management (14th Edition), Cengage Learning, 2020.
- 2.) Eun, Cheol, International Financial Management (International Edition), McGraw-Hill Education, 2020.

Suggested Readings: Sercu, Piet, International Finance: Theory into Practice, Princeton University Press, 2009.

Grading Criteria:

Midterm Examination	35%
Final Examination	35%
Quiz and homework*	20%
Class participation and Attendance	10%
Total	<u>100%</u>

* I will inform you later.

Total score	0 – 49	50 – 54	55 – 60	60 – 64	65 – 74	75 – 84	85 – 89	90 – 100
Grade	F	D	D+	C	C+	B	B+	A

The above grading criteria is the strictest one. If an overall performance of the class is significantly below these criteria, I will adjust the criteria for the benefit of the students.

Expected Learning Outcomes: See the curriculum

Tentative Class Schedule:

Session/Date	Topics	Readings
1. Tues 11 Jan	Multinational Financial Management: Opportunities and Challenges	ET Chapters 1 and 4
2. Tues 18 Jan	International Monetary System	ET Chapter 2
3. Tues 25 Jan	Balance of Payments	ET Chapter 3
4. Tues 1 Feb	Balance of Payments (Continued)	ET Chapter 3
5. Tues 8 Feb	Foreign Exchange Market	ET Chapter 5
6. Tues 15 Feb	International Parity Condition	ET Chapter 6
7. Tues 22 Feb	International Parity Condition (Continued) and Review	ET Chapter 6
Mid-term week		
8. Tues 8 Mar	Foreign Currency Derivatives	ET Chapter 7
9. Tues 15 Mar	Foreign Currency Derivatives (Continued)	ET Chapter 7
10. Tues 22 Mar	Interest Rate Risk and Swaps	ET Chapter 8
11. Tues 29 Mar	Overview of Foreign Exchange Exposure Transaction Exposure	ET Chapter 10
12. Tues 5 Apr	Transaction Exposure (Continued)	ET Chapter 10
13. Tues 19 Apr	Operating Exposure	ET Chapter 12
14. Tues 26 Apr	Operating Exposure (Continued)	ET Chapter 12
15. Tues 3 May	Translation Exposure	ET Chapter 11
Final Exam		