

**COURSE DATA****DATA SUBJECT**

Code: 42146
Name: International finance
Cycle: Master's Degree
ECTS Credits: 5
Academic year: 2025-26

STUDY (S)

Degree	Center	Acad. year	Period
2069 - Master's Degree in International Business Administration	Facultat d'Economia	1	First quarter

SUBJECT-MATTER

Degree	Subject-matter	Character
2069 - Master's Degree in International Business Administration	International finance	COMPULSORY

COORDINATION

CUELLO ALBORNOZ GUSTAVO

SUMMARY

The module focuses on a global view over management and financial accounting, for international financial decision-making at an advanced level.

The learning experience will include critical, intellectual and independent research, through in-class learning, group work and independent research.

PREVIOUS KNOWLEDGE**RELATIONSHIP TO OTHER SUBJECTS OF THE SAME DEGREE**

There are no specified enrollment restrictions with other subjects of the curriculum.

OTHER REQUIREMENTS

Students must have completed a degree wich allows them to understand business and financial matters



COMPETENCES / LEARNING OUTCOMES

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analyse and evaluate the evolution of the corporate governance perspective from international to global.
Corporate governance

analyse and interpret value creation for businesses with global-wide range of opportunities, selecting appropriate performance and risk indicators. Value creating analysis

critically analyse and approach cost of capital for round-the-globe equity and debt capital raising; describe and evaluate financial implications of different expansion strategies in various regions of the globe; apply and develop appropriate risk management techniques (e.g. currency, interest, country). Multinational finance

critically compare international, US and national accounting standards critically evaluating the differences, evaluate and justify the need of accounting standard harmonisation and on-going processes (i.e. EU 1992-2004 and Global 2005). International accounting

explore the influence of global events (e.g. integration of capital markets) and interpret key economics factors (e.g. currency exchange, rates of interest, regulatory issues) over financial settings of businesses. Global economics

DESCRIPTION OF CONTENTS

1. Corporate Finance: Basics

Ratio Analysis
Investment Analysis

2. Valuation of investments in multinational companies

Complexities for budgeting for a foreign project
Project versus Parent valuation

3. Foreign Currency market

Exchange rates
Different quotes
Spot, forward and swap



4. International parity conditions

Purchasing Power Parity and The Law of One Price
Interest Rates and Exchange Rates
Interest rate parity
Forward Rate as an Unbiased Predictor of the Future Spot Rate
Prices, Interest Rates, and Exchange Rates in Equilibrium

5. Foreign currency derivatives

Futures on Foreign Currency
Options on Foreign Currency

6. Transaction Risk

Managing of Transaction Exposure

7. Operational risk

Managing Operational or Economic Exposure

WORKLOAD

PRESENCIAL ACTIVITIES

Activity	Hours
Tutorials	12,00
Theory	23,00
Classroom practices	10,00
Total hours	45,00

NON PRESENCIAL ACTIVITIES

Activity	Hours
Attendance at other activities	0,00
Individual or group project	40,00
Independent study and work	40,00
Preparation of lessons	0,00
Preparation for assessment activities	0,00
Resolution of case studies	0,00
Total hours	80,00

TEACHING METHODOLOGY



The learning experience will consist of:

In-class

Lectures, where theory, models and techniques are presented and explained

Discussion seminars, where students discuss theories, models and techniques

Case seminars, where students apply models and techniques to solve case studies

Formative assignments

Students will be required to prepare on specific topics and take part to a class discussion, where they have to support their ideas. All students will be required to speak and feedback will be given 'as if' they were assessed

Self-managed learning

Provided learning material is studied individually and in groups

Provided case studies are solved in groups

Relevant learning material is researched and studied upon

One-to-group tutorials

Research directions are provided

Coursework directions are provided

Peer presentations

Case study reports are presented in class

EVALUATION

Assessment may include, but is not necessarily limited to, the following methods: case study, report and group presentation.



In each year's module handbook all the learning outcomes are mapped against the methods of assessment and the methods described. Basically it consists of case studies and exam

Students pass with a weighted average of the three components of at least 50% and by achieving at least 40% in each component as a deterrent for 'free-riders' (%over each weight).

Assessment Issues:

1. Case Study 1 (written submission): 25% of total assessment (TBD)

2. Case Study 2 (written submission): 25% of total assessment (TBD)

On-class, mid-term exams (theory and practice) should be required, replacing Case 2.

3. Examination (Closed Book Exam): 50% of total assessment (TBD)

25% MCQs (20 questions ie) (TBD)

25% "Extended Questions" (theoretical or practice exercises) (TBD)

REFERENCES

- Eiteman D., Stonehill A. and Muffet M., 2023 Multinational Business Finance Pearson, 16th ed.
- Eiteman D., Stonehill A. and Muffet M., 2023 Fundamentals of Multinational Business Finance, Pearson, 7th ed.
- Eun, C.; Resnick, B. and Chuluun, T., 2024, International Finance, McGraw-Hill, 10th ed.
- Shapiro, A.C., 2019, Multinational Financial Management, Wiley, 11th ed.
- Ross, S., Westerfield, R., Jaffe, J., 2022, Corporate Finance, McGraw-Hill, 13th ed.