

## COURSE DESCRIPTION

Course code	Course group	Volume in ECTS credits	Course valid from	Course valid to	Course code
EKF6006	C	6			

<b>Course type</b>	<b>Compulsory</b>
<b>Course level</b>	<b>Master (postgraduate) level</b>
<b>Semester the course is delivered</b>	<b>3</b>
<b>Study form</b>	<b>Face-to-face</b>

### Course title in Lithuanian

**TARPTAUTINIAI FINANSAI**

### Course title in English

**INTERNATIONAL FINANCE**

### Short course annotation in Lithuanian

Šio kurso metu analizuojami kertiniai tarptautinių finansų aspektai, akcentuojant naujausias tendencijas. Kursas apima teorinę, empirinę, politinę bei institucinę tarptautinių finansų dimensijas. Pirmoji kurso dalis yra skirta pagrindinių tarptautinių finansų koncepcijų, rinkų, institucijų bei susitarimų analizei. Antroje kurso dalyje analizuojami unikalūs tarptautinio finansų valdymo aspektai. Kurso metu akcentuojamos valiutų kursų, valiutų rinkų, valiutinės rizikos bei jos valdymo temos. Kurso metu analizuojamos realios probleminės situacijos.

### Short course annotation in English

This course examines key issues in international finance, focusing on recent developments and incorporating theoretical, empirical, policy and institutional dimensions. The course is organized by starting with the basic concepts, markets, institutions and arrangements in the international financial and monetary environment before moving on to analysis of international financial operations, paying special attention to exchange rates as one of the sources of global financial instability as well as to unique aspects of international financial management. Real-world applications will be discussed.

### Prerequisites for entering the course

Foundations of Finance, Microeconomics, Macroeconomics

### Course aim

To teach students how to analyze, research and evaluate the international financial and monetary environment and international business decisions and operations within it while taking into account the factors of globalization and business risks.

### Links between study programme outcomes, course outcomes and criteria of learning achievement evaluation

Study programme outcomes	Course outcomes	Criteria of learning achievement evaluation
1. Demonstrate knowledge of classical and modern financial theories, and understand possibilities and limitations of their application in the changing macroeconomic environment.	1. Describe and analyze the international financial and monetary environment.	The student explains appropriately, analyses and assesses the international financial and monetary environment.
5. Demonstrate knowledge and possess skills to apply both classical and innovative financial models, methods and tools.	2. Apply the classical and innovative tools for exchange rate determination and forecasting.	The student demonstrates the appropriate understanding of the logic of exchange rate determination, can apply different methods of exchange rate

		determination and forecasting.
6. Apply integrated knowledge, necessary for complex strategic financial decision making, financial and investment policy development based on assessment of alternatives.	3. Understand how international financial and monetary conditions influence the coordination of exchange rate regimes and influences the decision-making process of modern business.	The student demonstrates the appropriate understanding of how financial and monetary environment influences policy and business operations and applies this knowledge in practice.
7. Recognize, collect information on novel finance theories and practices on international and global scale, assess and apply them, based on recent trends in different business contexts.	4. Recognize and evaluate the current tendencies in international financial and monetary markets and to apply them for currency risk management strategies.	The student collects the necessary information and data, demonstrates ability, on the bases of this data, to perform analysis of the current trends in international financial and monetary environment and to evaluate their relevance for currency risk management strategies.
8. Apply quantitative and qualitative research methods to real world financial problems under growing uncertainty.	5. Critically choose and apply the appropriate quantitative and qualitative research methods for analysis of international finance problem cases.	The student critically selects the appropriate quantitative and qualitative research method and applies it for analysis of international finance problem cases.
9. Work independently and in teams, efficiently communicates to specialist and non-specialist audiences.	6. Demonstrate communication and collaboration skills, responsibility in independent and teamwork, present the results to the audience, discuss and defence the personal opinion.	The student collaborates with team members, communicates, and undertakes responsibility, while reaching personal goals, demonstrates skills to present results to the audience discuss and defence the personal opinion.
11. Demonstrate competencies of continuous learning, self-reflection, adapting to cross-cultural environment, critical, creative, socially responsible, ethical thinking and activity.	7. Demonstrate ability to select, evaluate critically and independently the up-to-date necessary sources of information for analysis of topical international finance problems and for decisions in the real financial and monetary environment.	The student selects and evaluates critically and independently the necessary sources of information for analysis of real international financial management problem and for decision making in the real financial and monetary environment.

#### Link between course outcomes and content

Course outcomes	Content (topics)
1. Describe and analyze the international financial and monetary environment.	1.Introduction into the course 2.The Foreign Exchange Market 3.The Balance of Payments and Effective Exchange Rate 5.The International Monetary System and Exchange Rate Arrangements 6.The Eurocurrency Market and International Banking
2. Apply the classical and innovative tools for exchange rate determination and forecasting.	4.Exchange Rate Determination 7.Exchange Rate Forecasting, Technical Analysis and Trading Rules
3. Understand how international financial and monetary conditions influence the coordination of exchange rate regimes and influences the decision-making process of modern business.	8.Currency derivatives 9.International Arbitrage 10.Foreign Exchange Risk and Exposure 11.Foreign Exchange Risk Management 12.International Short-Term Financing and Investment 13.International Long-Term Financing and Investment 14.Foreign Direct Investment and International Capital Budgeting
4. Recognize and evaluate the current tendencies in international financial and	2.The Foreign Exchange Market 3.The Balance of Payments and Effective Exchange Rate

monetary markets and to apply them for currency risk management strategies.	5.The International Monetary System and Exchange Rate Arrangements 6.The Eurocurrency Market and International Banking 10.Foreign Exchange Risk and Exposure 11.Foreign Exchange Risk Management
5. Critically choose and apply the appropriate quantitative and qualitative research methods for analysis of international finance problem cases.	8.Currency derivatives 9.International Arbitrage 10.Foreign Exchange Risk and Exposure 11.Foreign Exchange Risk Management 12.International Short-Term Financing and Investment 13.International Long-Term Financing and Investment 14.Foreign Direct Investment and International Capital Budgeting
6. Demonstrate communication and collaboration skills, responsibility in independent and teamwork, present the results to the audience, discuss and defence the personal opinion.	1.Introduction into the course 2.The Foreign Exchange Market 3.The Balance of Payments and Effective Exchange Rate 5.The International Monetary System and Exchange Rate Arrangements 6.The Eurocurrency Market and International Banking 8.Currency derivatives
7. Demonstrate ability to select, evaluate critically and independently the up-to-date necessary sources of information for analysis of topical international finance problems and for decisions in the real financial and monetary environment.	9.International Arbitrage 10.Foreign Exchange Risk and Exposure 11.Foreign Exchange Risk Management 12.International Short-Term Financing and Investment 13.International Long-Term Financing and Investment 14.Foreign Direct Investment and International Capital Budgeting

### Study methods

*Teaching methods:* visual presentation of information (explanation, illustration); lecture-based case analysis; formulation and explanation of problem-based examples and questions; moderation of discussions; moderation of case studies; consultations.

*Learning methods:* discussions; analysis of problem-based examples and questions; consultations; practical tasks; analysis of written cases and examples; group discussion on seminar tasks; collective student work while preparing a group presentation; oral self-reflection; independent student work: search and analysis of information in educational literature, periodicals, statistical documents, etc.

### Methods of learning achievement assessment

Written assessment (during colloquium and examination); assessment of team work in case analyses and their oral presentations; assessment of individual homework and its final oral presentation.

### Distribution of workload for students

Lectures– 30 hrs.  
Seminars and case studies – 15 hrs.  
Team work – 15 hrs.  
Independent student work (*for a student to prepare for lectures, seminars, case studies, read reference materials independently, prepare individual homework and group work oral and written group presentation; prepare for the colloquium and examination*)– 100 hrs.

### Structure of cumulative grade

Colloquium – 20%.  
Individual homework, seminar tasks and case studies – 30%.  
Examination - 50 %.

### Recommended literature

No.	Publication year	Authors of publication and title	Publishing house	Number of copies in		
				University	Self-study	Other

				<i>library</i>	<i>rooms</i>	<i>libraries</i>
<b><i>Basic materials</i></b>						
1.	2012	Bekaert, G., Hodrick, R. <i>International financial management.</i> International Editon.	Pearson	1		
2.	2010	Moosa, I. <i>International finance: an analytical approach.</i> 3 <sup>rd</sup> edition.	McGraw Hill	1		
<b><i>Supplementary materials</i></b>						
3	2003	<i>An international finance reader</i> / edited by Dilip K. Das.	London New York : Routledge.	1		
4	2012	Eiteman, D.K., Stonehil, A.I., Moffett, M. H. <i>Multinational Business Finance.</i>	Pearson		1	
5	2002	Frank McDonald and Fred Burton. (2002). <i>International Business</i> , 1st ed.	Thomson	1	1	

**Course programme designed by**

*Lek. Dr. Asta Gaigalienė, Faculty of Economics and Management, Department of Finance*