Instructor
Stefano Bonini

Class hours
See web

Overview
The course aims at providing students with a comprehensive view of how international corporate financial markets work and how MultiNational Enterprises (MNEs) tap international markets for raising capital, hedging risks and shaping their investment decisions.

The general contents are:

- Overview of market risks, international monetary systems and institutions.
- Theoretical determinants of currency prices and equilibrium conditions, determination of currency prices.
- Hedging currency and interest rate risks: instruments and strategies.
- Raising capital in international markets: international Bond and equity markets
- The international cost of capital.
- Political risk and its impact on corporate financial decisions.

Prerequisites
Undergraduate courses C15.0002 (Foundations of financial markets) and C45.0011 (Global Business environment) are prerequisites for this course.

Grading
Students will be required to complete two in-class exams contributing 35% each to the final grade. Each exam will be a 21 multiple choice questions test. Two take-home exercises will be assigned and graded contributing 10% each to the final grade. Additionally students will be required to participate in the FX trading game that will contribute 10% to the final grade. Game participation is mandatory.
Textbook and teaching material
Book resources include online exercise and self-assessment tools. Some topics will require additional materials such as research papers, journal articles and financial press’ reports, which will be distributed through the course blackboard. Slides and teaching material will be posted on the course blackboard.

Office hours and contacts
TBD

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<td>Course presentation, topics overview, FX Game</td>
<td>ER 1</td>
<td>International trade, global financial markets and institutions</td>
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<td>V/9-10</td>
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<td>Calculating cost of capital for MNEs and international investments</td>
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<td>XIV/27-28</td>
<td>Managing exposure to financial risks: translation exposure</td>
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Test #2