MBAS 515: INTERNATIONAL BANKING

Workload : 4 hours per week. - Total credits: 4

Examination : 3 hours 70 marks

Objectives : To provide an overview of international banking scenario,

various international financial institutions and the framework of

international finance market.

Pedagogy : Lectures, assignments, practical exercises, discussions, seminars.

Chapter 1: Evolution of international banking: International banking: A Functional Overview –Banking for financing of exports and imports of goods and services. International payments system.

Chapter 2: International capital markets-financial market flows beyond national boundaries, Debt and non-debt flows; volatile and stable flows; interest rate differentials and their role in demand for and supply of funds across borders.

Chapter 3: Offshore banking centres and their role international financing, Global Balance sheet of banks. Asset and liability managements of foreign banks

Chapter 4: International lending, policies and practices, transaction cost and risk in international lending. Profitability of international banking. Loans to foreign corporation, syndicated loans; financing foreign government s. Issues of information symmetries and adverse selection. Regulatory and supervisory aspects .Trends in international banking in India

Chapter 5: Foreign exchange risks; the exchange rate swings and their effects on bank's net worth.

Chapter 6: International rating agencies. Country risk. International financial stability and the central role of banks in financial stability.

Chapter 7: International Financial Institutions: Word Bank, IMF, BIS, Regional Development Banks, New Development Bank.

Chapter 8: Issues relating to international financial architecture.

Reference:

- 1. Rupnarayan Bose, Fundamentals of International Banking, Laxmi Publications (2007)
- 2. World bank, IMF ADB, BRICS Bank websites.
- 3. <u>IIBF (Indian Institute of Banking and Finance)</u>, International Banking, Macmillan.
- 4. <u>Jane Hughes</u> and <u>Scott MacDonald</u>, International Banking: Text and Cases, 1st Edition, Pearson.
- 5. Lees Francis A, International Banking and Finance. Palgrave Macmillan
- 6. Indian Institute of Banking & Finance (IIBF), International BANKING Legal and Regulatory Aspects, Jain Book Agencies.

