

Faculty	Economic and Management Sciences		
Home Department	Finance		
Module Topic	Currency Risk Management		
Generic Module Name	Currency Risk Management 712		
Alpha-numeric Code	FIN712		
NQF Level	8		
NQF Credit Value	15		
Duration	Semester		
Proposed semester to be offered	First Semester		
Programmes in which module will be offered	Postgraduate Diploma in Finance (1624)		
Year Level	7		
Main Outcomes	<p>On completion of this module, a student should be able to:</p> <ul style="list-style-type: none"> • Demonstrate an understanding of the foreign exchange market and computations of various foreign exchange quotations. • Use the understanding of foreign exchange parity relations to identify potential arbitrage opportunities in the foreign exchange market. • Explain various forms of foreign exchange exposures and their influences in foreign exchange transactions. • Apply internal and external hedging techniques (derivatives) in managing foreign exchange exposures. • Critically discuss the current international economic and political affairs and evaluate their impacts on the financial positions of MNCs. • Conduct performance evaluation on assets from an international investor's perspective using international asset pricing models. • Critically analyse issues relating to multinational investment and financing decisions. • Perform international capital budgeting on projects of an MNC. • Demonstrate presentation and writing skills 		
Main Content	<ul style="list-style-type: none"> • The foreign exchange market • Foreign exchange parity relations • Foreign currency exposures • Forward cover and money market hedge • Currency options • Internal hedging techniques • International asset pricing • International capital budgeting • Case studies and seminar presentations on currency risks and hedging decisions, currency crisis 		
Pre-requisite modules	None		
Co-requisite modules	None		
Prohibited module Combinations	None		
Breakdown of Learning Time	Hours	Timetable Requirement per week	Other teaching modes that does not require time-table

Contact with lecturer / tutor:	36	<i>Lectures p.w.</i>	3	
Assignments & tasks:	32	<i>Practicals p.w.</i>	0	
Practicals:	0	<i>Tutorials p.w.</i>	0	
Assessments:	6	<i>Seminars</i>	1	
Self-study:	64			
Other: Seminars	12			
Total Learning Time	150			
Methods of Student Assessment	Continuous Assessment (CA): 50% Final Assessment (FA): 50%			
Assessment Module type	Continuous and Final Assessment (CFA)			