

Course Overview

The IEESPA4420 course in International Financial Economics discusses the basic concepts of international trade and financial governance due to economic integration. International trade and economic integration, which contains the development of insight not only nationally but globally, raises various issues regarding economic governance related to the economic interests of each country. This Core Learning Material Book (CLMB) contains modern trading theories, free trade between several regional countries, international payment systems, inflation, interest rates and exchange rates, and the international financial system.

After attending this course in International Financial Economics, it is expected that you will be able to explain the international financial environment, exchange markets and international financial instruments, behavior, exchange rate systems, and foreign currency derivative instruments. In addition to these sub-topics, you are also expected to be able to provide examples of international forms of investment and funding systems, as well as international capital and working capital structures.

The form of presentation in the Core Learning Material Book (CLMB) for the International Financial Economics course consists of 9 (nine) modules with the details of each discussion as follows,

- Module 1 : International payment systems and balance of payments
- Module 2 : Definition of exchange rates and international money markets
- Module 3 : Balanced inflation, returns, interest rates, and exchange rates
- Module 4 : Theory of prices in the international financial system
- Module 5 : International financial system
- Module 6 : International economic integration
- Module 7 : International capital markets
- Module 8 : Forms of investment and international funding systems
- Module 9 : The economic crisis in Indonesia

The expected goal of the International Financial Economics course (ESPA4420) is that you are expected to be able to explain the international financial environment more specifically. Overall, the subject matter discussed in this CLMB is described in the International Economic Competency Map.

The recommended study guide for maximum results is: **first**, read carefully and try to understand the material presented, especially in this CLMB. In addition, you must actively look for other literature related to international economic issues through print, digital and audio-visual media. **Second**, to measure the ability to master the material, do formative exercises and tests without looking at the answer key first.

Third, evaluate by matching the results of the answers with the answer keys. If the results you get are more than 80% correct, you can continue to the next module, but if they are lacking, you should repeat studying, especially the parts you need help understanding. **Fourth**, ask your friends, lecturers/tutors, or supervisors.

Competency Map

International Financial Economics/IEESPA4220/3 credits

