C Jeevanandam

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FOREIGN EXCHANGE & RISK MANAGEMENT

SULTAN CHAND & SONS

FOREIGN EXCHANGE
&
RISK MANAGEMENT

To

SACHIN

To whose sacrifices I owe

what I am today

FOREIGN EXCHANGE
&
RISK MANAGEMENT

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Preface

As the book enters its seventeenth edition, I wish to place on record my gratitude to the discerning readers who accorded warm reception to its earlier editions and encouraged me through words of appreciation.

The book continues the tradition of providing a blend of sound theoretical knowledge of foreign exchange economics with practical and procedural aspects of banks and other institutions connected with foreign exchange. Each topic is comprehensively dealt with, looking at it from every angle, *viz.*, the conceptual framework, exchange control regulations, rules of FEDAI and the International Chamber of Commerce, and procedures of banks. It presents in a cogent and understandable manner materials that lie scattered.

The book is designed to meet the requirements of post-graduate courses in commerce and economics and MBA for papers such as 'Foreign Exchange', 'Foreign Exchange Risk Management' and 'International Finance Management'.

While the whole book discusses be region exchange by all concerned, the last section concentrates on its management in an international on multinational firm.

Practical questions that appeared in professional courses of Chartered Accountants, Cost and Management Accountants and Chartered Secretaries and MBA courses have been included in appropriate chapters with full solutions. To encourage student to attempt on his/her own the solutions are provided after the set of questions and not after each question.

I wish to record my sincere thanks to:

- The readers for their continued patronage of my books;
- My friends in the banking and academic circles, discussions with whom have sharpened my understanding of the subject; and
- M/s Sultan Chand and Sons, who have been constant source of encouragement for me as an author.

I shall be grateful to receive constructive criticisms and suggestions from esteemed readers for further improvement of the text.

November 1, 2020.

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About the Book

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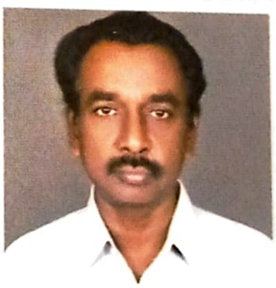
Salient Features

- Provides a lucid blend of conceptual knowledge of foreign exchange economics with practical and procedural aspects of forex transactions.
- The intricacies of determining the exchange rate and pricing of foreign exchange derivatives are explained step by step with 78 numerical examples and further reinforced by 145 problems with their solutions.
- 346 multiple choice questions provide test of real understanding of the topics studied.
- All the discussions are viewed from the perspective of Indian firms.
- Spread over 32 well organised chapters, the reader is carried comfortably through the setup and functioning of foreign exchange markets, management of foreign exchange risk by business films, foreign trade procedures and documents and external sources of funds available to banks and business funds engaged in international business.

About the Author



Prof. C. Jeevanandam has over 2 decades of experience in banking and over 2 decades of experience in teaching MBA students in finance subjects especially international finance. He has been an invited speaker in conferences and seminars on international finance and banking. He has organised many short-term training programmes for exporters.

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