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| SUBJECT: | International Settlements | | |
| HOURS: | 15 + 15 | ECTS: 4 | |

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| Name/title of the author: | | | |
| Course Description: | <p>The course presents basic principles and procedures applicable in international settlements. It is intended to provide students with several negotiation instruments, payment techniques in international trade finance and documents related to international settlements. After a brief introduction of some basic rules connected with risk, banking and payment techniques, the course moves into more detailed matters involving means of payments (bill of exchange and promissory note, cheque, remittance) and methods of payments (documentary collection and documentary credit). The next important problems that are taught in the course include banking guarantees and international trade finance tools. The topics present in this part of the course are: guarantees, standby letters of credit, international factoring and international forfaiting. Finally, the course emphasizes practical aspects that help students learn to use different payment instruments in routine international settlement business.</p> | | |
| Learning Outcomes (Goals and Objectives of the course): | <p>On the successful completion of this course, students should be able to understand comprehensive theories and practices in international settlements, become acquainted with specialist terms using in international banking and be able to adapt to the future employment in an international environment.</p> | | |
| Entrance qualifications: | <p>Basic knowledge concerning international transactions and international finance.</p> | | |
| Course Content: | <ul style="list-style-type: none"> • Overview of international settlements: • The term of “International Settlements” and classification • Organizations, institutions and principle players in international settlements • Risk in international settlements • Legal issues and conventions • The role of banks in international settlements: • International banking system • Corresponding banking • Bank’s infrastructure for international settlements <p>Methods of payment:</p> <ul style="list-style-type: none"> • Remittance in international settlements • Negotiable instrument in international settlements: • Bills of exchange • Promissory notes • Cheques • Collections in international settlements • Letter of credit in international settlements <p>Methods of finance:</p> <ul style="list-style-type: none"> • Financing of international trade: • Factoring • Forfaiting <p>Guarantees in international trade:</p> <ul style="list-style-type: none"> • Banks guarantees • Standby letter of credit | | |

Assessment policy
(examination):

Course
materials/bibliography:

Methods of Instruction:

Written exam (multiple choice test – 10 questions + case study analysis)

Group projects

1. Grath A., *The Handbook of International Trade and Finance*, Kogan Page, London, 2012.
2. Bishop E., *Finance of International Trade*, Butterworth – Heinemann, Oxford 2004.
3. Uniform Customs and Practice for Documentary Credit, ICC Publication No. 600.
4. Uniform Rules for Collection, ICC Publication No. 522.

Other papers supported during the course.