

Asset and Liability Management

Date: May 13-14th 2019
Venue: Kosovo Banking Association

COURSE OVERVIEW

This Programme is designed to give participants a comprehensive understanding of the key practical aspects of Asset and Liability Management in banks. The intensive and interactive 2-day course will be delivered by a combination of lectures, class discussion, case studies and both individual and team exercises.

Note: the following is an indicative course outline, which is subject to change.

DAY I, 13 MAY 2019

A.M.

Introductions

Asset & Liability Management Primer:

- The balance sheet and Profit & Loss Account (P&L)
- Banking products
- The importance of the balance sheet and the balance sheet risks
- Net Interest Income and the Net Interest Margin (NII)
- The yield curve
- Forecasting NII
- Risk appetite
- Performance measures

P.M.

Liquidity Risk Management:

- Sources and uses of liquidity
- Liquidity versus funding
- Measuring liquidity risk – liquid assets and cumulative cash-flow maturity gap analysis
- Cash-flow mismatch limits across business lines, legal entities, currencies and jurisdictions
- Are cash-flow mismatch limits fungible?
- Case Study: RBS and Northern Rock – What did the banking crisis teach us about cash and liquidity risk management?
- The Basel Committee metrics for Liquidity Risk Management – Liquidity Coverage Ratio (LCR) and Net Stable Funding Ratio (NSFR)
- The Basel Committee Additional Monitoring Metrics

- Intraday liquidity risk management

DAY II, 14 MAY 2019

A.M

Capital Adequacy and the Internal Capital Adequacy Assessment Process (ICAAP):

- Basel 1 – Capital and Risk Weighted Assets (RWAs)
- Basel 2
- Basel 3 and Basel 3 Final Form
- Stress testing
- The ICAAP
- The Supervisory Review and Evaluation Process (SREP)

P.M.

Interest Rate Risk in the Banking Book:

- The different types of interest rate risk – yield curve, basis and option risks
- The measurement of interest rate risk – Net Interest Income (NII) and Economic Value of Equity (EVE) sensitivity
- The management of the different types of interest rate risk
- The Basel Principles for the Management of Interest Rate Risk in the Banking Book
- Structural Foreign Currency Exposure:
- The management of transaction, translation and economic risks

Best Practice Governance and the Asset & Liability Committee (ALCO):

- ALCO Terms of Reference
- ALCO Membership
- ALCO Agenda
- The structure and organisation of the Treasury
- Asset & Liability Management policies

Course summary and closing remarks

DAILY SCHEDULE

09:00 – 10:30	Training
10:30 – 10:45	Coffee break
10:45 – 12:00	Training
12:00 – 13:00	Lunch break
13:00 – 14:30	Training
14:30 – 14:45	Coffee break
14:45 – 16:30	Training
16:30	End of day ☺

TARGET GROUP

The target audience will be experienced professionals in Finance/Treasury functions whose work directly involves asset and liability management. As this is an interactive course, delegates should be able to speak with authority about their own institution's practice, policies and express views on market regulation. A good command of English is required.

COURSE INSTRUCTOR

Chris Westcott has had over 30 years of experience in the banking industry, with the majority of time spent working in the U.K. in the field of treasury management.

He has held a range of senior positions in the Treasury functions of both Nat West and RBS. These have included divisional 'Treasurer' roles and various project assignments, such as leading the development of an in-house securitisation capability and the integration of the ABN AMRO treasury function post-acquisition.

More recently, in the lead-up to the implementation of the European Capital Requirements Directive IV, Chris was the Basel 3 Programme Director for RBS, accountable for overseeing the group-wide set of projects to achieve compliance with the new regulations.

Chris is currently Head of Faculty for Bank Treasury Risk Management (BTRM), the world's first practitioner developed and practitioner orientated professional qualification in bank asset-liability management. He is also a Visiting Lecturer at the University of Hertfordshire in the UK.



REGISTRATION

Send your filled registration forms via email at KBA, or contact us at:
kbatrainingcenter@bankassoc-kos.com or 038 246 171