Module 3: Credit and Risk Management (FIN725)

About the module:

Module 3 will be helpful to understand the principles of credit risk management and key approaches to mitigate the credit risk.

The relevant lectures and recommended material will help the students to know about the credit risk management in better way.

Objectives of Module:

To understand

- Qualitative disclosures
- Credit risk mitigation in the standardized approach
- Key principles of supervisory review
- The role of financial adviser & credit risk

Outcome of Module:

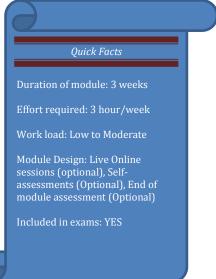
Module 3 will enhance the understanding about the credit risk

management and alleviation of risk related to credit. This module will help the students to clarify their concepts about the mentioned topics and will make it easy to understand the upcoming concepts in better way.

Contents of the module:

Along with the mentioned lectures, this module will consist of following given readings. Please note that other readings can be added or existing readings can be subtracted from the content as per requirements. The sources of reading material are given with each concept in detail and the recommended books are available at the download section of VULMS.

- Operational requirements for guarantees
- Credit risk: the internal ratings-based approach
- Operational requirements & treatment of clean-up calls
- Supervisory transparency & accountability



Objectives	Module	Topic Title	Relevant	Reading material
	Pack		lectures	
To know about the principles of managing credit risk	Pack Module Pack 3	Major themes: Key approaches to mitigate credit risk Minor themes: • Qualitative disclosures • Credit risk mitigation in the standardized approach • Key principles of	lectures 23,24,25, 26,27,28, 29,30	 Operational requirements for guarantees Credit risk: the internal ratings-based approach Operational requirements & treatment of clean-up calls Supervisory transparency & accountability
		 Key principles of supervisory review The role of financial adviser & credit risk 		