Advanced Programme on

Asset-Liability Management

December 13 –17, 2016

Coordinator
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National Institute of Bank Management
Pune, India

Advanced Programme on
Asset-Liability Management

In view of the deregulation of the financial markets and increasing participation in various segments of financial markets, banks and financial institutions in the financial services' industry are exposed to market risk. In fact, the financial performance of banks and non-bank financial service enterprises largely depends on how they succeed in managing market risk in their businesses. This calls for management of assets and liabilities more efficiently and effectively. Recognising the importance of asset-liability management (ALM), central banks in most of the countries have issued guidelines on ALM and requested them to install and implement an ALM system. Accordingly, banks and financial institutions have started focusing on ALM to manage market risks in their business in a deregulated but competitive market environment. This system is also expected to meet liquidity and leverage norms under Basel III.

To cope with the emerging challenges in the management of assets and liabilities, and implementation of Basel III norms, executives in banks and financial institutions need to be equipped with both functional knowledge and skills pertaining to use of the ALM system including use of advanced techniques for better ALM. For this purpose, they need to have knowledge of key areas of ALM and appropriate skills to apply the same in day-to-day business. Therefore, executives in banks and financial institutions who are involved in the implementation of ALM system need to be exposed to the advanced techniques and latest developments in the subject of ALM. It is against this background that the proposed advanced programme is being organised at the National Institute of Bank Management (NIBM).

Objectives

The participants will be able to:

- Understand the role, scope and relevance of asset-liability management in the overall business management.
- Understand and apply advanced techniques and derivative instruments for management of market risks.
- Get an idea about various operational issues which need to be addressed in order to ensure an effective ALM system.

Teaching Methodology

Various teaching methods including lectures, exercises, case discussion, film shows, computer-aided exercises, etc. will be used in the programme. Group discussion and presentations will be an integral part of the programme methodology.

Programme Content

Various aspects of asset-liability management will be covered in the programme. More focus will be given on the following aspects:

- Role, scope and relevance of ALM function.
- Organisational aspect of ALM system and role and working of Asset-Liability Management Committee (ALCO).
- Pricing of loan and deposit products.
- *Managing liquidity risk:* Quantification and measuring of liquidity risk; liquidity gap analysis; contingency funding plan; and stress testing for liquidity.
- Approach for liquidity risk management under Basel III covering liquidity coverage ratio and net stable funds ratio.
- *Managing interest rate risk:* Sources of interest rate risk; use of simple gap analysis; duration gap and its impact on equity; simulation analysis; value-at-risk; and use of hedging instruments.
- *Managing currency risk:* Quantification and use of currency derivatives.
- *Transfer pricing policy:* Scope, application and various techniques.
- Capital and profit planning.
- *Use of structured finance products in ALM:* Asset securitization and credit derivatives.

Target Group

- **Executives in the middle and senior management grade from banks who are involved in the management of ALM system.**
- **Executives in the middle and senior management grade from banks working in the funds/treasury/investment/risk management department.**
- **Executives engaged in similar functions in financial institutions and investment banks, and non-banking finance companies.**
- **Executives from central banks.**

Faculty

In addition to the NIBM faculty, experts from the banking industry and professionals will be invited as guest faculty.

Dates

December 13 – 17, 2016

The programme will begin at 9.00 am on Tuesday, December 13 and conclude by 4.30 pm on Saturday, December 17, 2016. Participants are expected to reach the campus by the evening of December 12, 2016.

Venue

NIBM Campus, Kondhwe Khurd
Pune, India.

Accommodation

The programme is fully residential. Participants will be provided well- furnished single room AC accommodation in the Institute's hostel complex on the campus. However, they will not be permitted to bring their family members to stay on the campus. In case any Officer/Executive with physical/ medical disability is being nominated, kindly inform us in advance with particulars of disability to facilitate necessary arrangements.

The Institute has facilities for outdoor and indoor games and a large walking/jogging trail for physical fitness besides a yoga centre. Participants are therefore encouraged to bring appropriate clothes/gear.

Last Date for Receiving Nominations:
December 3, 2016

Last Date for Availing Early Bird Incentive:
November 28, 2016
(See fee structure on home page of the website)

Nominations and Enquiries

Please address your enquiries and nominations to:

Dr S V Kuvalekar
Associate Professor &
Associate Dean (Training)
Programme Coordinator
National Institute of Bank Management
NIBM Post Office, Kondhwe Khurd
Pune 411 048, India.

Tel : 0091-20-26716000 (EPABX)
0091-20- 26716305 (Direct)
Fax : 0091-20-26834478
E-mail : svk@nibmindia.org
Website : www.nibmindia.org

Programme Fee *(per participant)*

US $ 2000 for foreign participant
(See fee structure on home page of the website for incentive)

		Fee	*ST*	*SBAC*	*KKC*	*Fee+ST+ SBAC+KKC*	*TDS*
Mem. Banks	:	**35000**	**4900**	**175**	**175**	**40250**	**3500**
Non-Mem. Banks	:	**41000**	**5740**	**205**	**205**	**47150**	**4100**

The fee includes the cost of tuition, board and lodging facilities, teaching material, etc. *(Service Tax (ST) @ 14%, Swachh Bharat Abhiyan Cess (SBAC) @ 0.5%, Krishi Kalyan Cess (KKC) @ 0.5% and TDS @ 10%. Kindly send the TDS Certificate on priority to NIBM).*

Mode of Payment for Indian Participants

- The fee may preferably be transferred by RTGS/NEFT/ECS to our A/c No. 20002400021 with Bank of Maharashtra, NIBM Branch, Pune (IFSC Code MAHB0001124). NIBM PAN No. AAATN0040P and ST No. AAATN0040PST001.
- National Institute of Bank Management
  NIBM Post Office, Kondhwe Khurd, Pune 411 048, INDIA.

Mode of Payment for Foreign Participants

Mode of Remittance: SWIFT*

1. Name & Address of our Bankers	:	**Oriental Bank of Commerce C-2, Shop No. 4-5, Bramha Estate Kondhwe Khurd, Pune 411 048 Maharashtra, India**
2. Name of the Account	:	**National Institute of Bank Management**
3. NIBM's Bank Account No. with Oriental Bank of Commerce	:	**Current A/C 11281131004402**
4. Bank's Swift Code	:	**ORBCINBBFCP**
5. Oriental Bank of Commerce A/c No. with Correspondent Bank	:	**36152559**
6. Preferred currency	:	**USD**
7. Correspondent Bank	:	**CITIBANK N.A.**
8. Swift code for Citi Bank	:	**CITIUS33**

*** The Foreign Bank Charges/ SWIFT charges/Commission is to be borne by the remitter. The fees mentioned in the invoice/brochure is to be paid to NIBM, net of all bank charges.**

***Payments will be accepted only through electronic mode. Cheques/DDs/Pay Orders will not be accepted.**

- ***For all electronic remittances, kindly send a confirmatory e-mail at: accounts@nibmindia.org giving details of the remitter and participant, name and dates of programme, etc.***

Please see programme fee structure on home page of the website for early bird incentive, incentives for SAARC and other developing countries, mode of remittance, Pune City route map and local conveyance.