

Advanced Programme on Asset-Liability Management

December 5 – 9, 2017



Coordinator
Dr S V Kuvalekar



**National Institute of Bank Management
Pune, India**

Advanced Programme on Asset-Liability Management

Background

In view of the deregulation of the financial markets and increasing participation in various segments of financial markets, banks and financial institutions in financial services industry are exposed to market risk. In fact, 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. Recognizing the importance of asset-liability management, central banks in most of the countries have issued Guidelines on ALM and requested them to install and implement ALM system. Accordingly, banks and financial institutions have started focusing on ALM to manage market risk 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 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 skill 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 needs 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 organized at 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 risk.
- Get an idea about various operational issues which need to be addressed in order to ensure effective ALM system.

Content

The 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
- ★ Organizational 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 derivatives.
- ★ Transfer Pricing Policy: Scope, application and various techniques.
- ★ Capital Resource Mobilization and Profit Planning.
- ★ Use of Structured Finance Products in ALM: Asset Securitization and Credit Derivatives.

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.

Who can Attend the Programme

- 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 the financial institutions and investment banks, and non-banking finance companies.
- Executives from Central Banks

Faculty

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

Dates

December 5 – 9, 2017

The programme will begin at 9.00 am on Tuesday, December 5 and will conclude by 4.30 pm on Saturday, December 9, 2017. Participants are expected to reach the campus by the evening of December 4, 2017.

Venue

NIBM Campus, Kondhwa 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.

Programme Coordinator

Dr S V Kuvalekar

Associate Professor

Associate Dean (Training)

(Finance Area Group)

Last Date for

Receiving Nominations:

November 25, 2017

Last Date for

Availing Early Bird Incentive of 5%:

November 20, 2017

(See fee structure on
home page of the website)

Nominations and Enquiries

Please address your enquiries and
nominations to:

Dr S V Kuvalekar

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 | GST | Fee+ GST | TDS |
|--------------------|-------|------|----------|------|
| Member Banks : | 42000 | 7560 | 49560 | 4200 |
| Non-Member Banks : | 49200 | 8856 | 58056 | 4920 |

The fee includes the cost of tuition, board and lodging facilities, teaching material, etc. (Goods and Services Tax (GST) @ 18%, 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 NIBM GSTIN No. 27AAATN0040P1ZJ.
- 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 Correspondent Bank : **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.