

September 21 – 26, 2020
(Online Course Duration 25 hours)

**Advanced
Online Programme on
Asset-Liability
Management**



Coordinators
Prof Sanjay Basu
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**National Institute of
Bank Management**
Pune, INDIA

Introduction

The global financial crisis showed how challenging Asset-Liability Management (ALM) can be under banking competition. With their focus on short-term liabilities and long-term assets, for profit maximization, banks and financial institutions were hit by sudden spikes in interest rates and liquidity crunch in money markets. The recent NBFC crisis in India was also triggered by such problems. To pre-empt such issues, the Basel Committee has introduced Interest Rate Risk and Liquidity Risk Standards under Basel III. The Reserve Bank of India has also urged banks to focus on interest rate risk and liquidity risk in the banking book, in normal and stressed markets, through its recent guidelines.

The demands on ALM are now manifold. The transition from book-value based Net Interest Income (NII) approach to market-value based analysis, will be difficult. Indian banks will also face a number of liquidity risk management challenges from volatile CASA deposits, sudden drawdown of unutilized credit lines and exercise of options embedded in loans and deposits. In order to capture the impact of whipsaw liquidity movements under stress, they will have to monitor inter-risk correlations. Finally, the Covid-19 pandemic will bring about important changes in Asset-Liability Management. In view of the need to develop skilled manpower for such a transition, this Programme is designed to equip Indian bankers with advanced tools and concepts for ALM.

Programme Outline

1. Overview of Asset-Liability Management

- ❖ Evolution of ALM
- ❖ ALM Challenges in Indian banks

2. Interest Rate Risk in the Banking Book

- ❖ The NII Approach and Earnings-At-Risk
- ❖ The Duration Gap Model and EVE Analysis
- ❖ Stress tests: Yield curve, Basis and Options risks
- ❖ Limits for IRRBB

3. Liquidity Risk Management

- ❖ Structural Liquidity Statements and Gap Limits
- ❖ Behavioral Analysis
- ❖ Scenario analysis and stress tests
- ❖ Basel III Standards

4. Recent Developments

- ❖ Funds Transfer Pricing for Loans and Deposits
- ❖ Impact of Covid-19 on ALM

Who should Attend?

The programme is intended for middle and senior level executives of banks and financial institutions in ALM, Planning and Risk Management, who need to know about the management of risks in the Banking Book.

Modalities

This online course will have 25 hours of engagement time spread over a maximum 6 days, which includes several self-paced study and live interactions of participants. The courseware will include the following:

- I. Reading material for self-study, Case study or exercise material and Online references
- II. Video sessions comprising of:
 - i. Pre-recorded videos sessions.
 - ii. Live video sessions by faculty or guest lecturers, for discussions, clarification of doubt, etc.

Participants enrolled to the program will be provided with login id and password to enter into the learning management platform of the institute. Guidance will be provided for navigating through the various activities in the platform such as accessing courseware, viewing video sessions, participating in live sessions, taking quizzes, etc. The programme window will be open for maximum 6 days including date of commencement.

Live session schedule will be provided at the start of the programme.

Executives attending the program would need internet access on a desktop or laptop with Google Chrome to enable access to live and recorded sessions.

Completion Certificate

A completion certificate will be given to the participant at the end of the programme. Participant has to remain logged in for at least the total number of engagement hours within the duration of the programme for being considered to have completed the same.

Nominations and Enquiries

Nominations are invited from both Institutions and Individuals from Executives working in NBFCs can apply for the programme in their individual capacity.

Please address your enquiries and nominations to:

Prof Sanjay Basu

Dr Kedar nath Mukherjee

Programme Coordinators

National Institute of Bank Management

NIBM Post Office, Kondhwe Khurd Pune 411 048 (INDIA)

Tel. : 0091-20-26716000 (EPABX)

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For further details, visit us at Website: www.nibmindia.org

Last Date for Receiving Nominations: September 19, 2020

Programme Fee (per participant) for 25 hours programme

US \$ 1000 for foreign participant

	Fee	GST	Fee+GST	TDS
Member Banks :	21000	3780	24780	2100
Non-Member Banks :	24500	4410	28910	2450
Individual Nominee :	24500	4410	28910	---

The fee includes the cost of tuition, access to reading material and recorded videos, etc. (Central 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 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 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.**