

NATIONAL UNIVERSITY OF SINGAPORE
NUS Business School
Department of Finance
FIN3713 Bank Management

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COURSE DESCRIPTION

The banking industry is a key pillar of any economy. It plays critical roles in facilitating commerce and providing the liquidity needed for an economy to function and flourish. Because of its pivotal role, the banking industry is highly regulated in order to minimize the risks that a bank failure can have on its customers, the economy, and the society.

Financial intermediaries such as banks provide a wide range of financial products and services and have their unique sets of risks to manage. Continuous innovations by the banks in their products and services have also meant that both bank risk management and regulations evolve over time.

This course explains the uniqueness of banking, the businesses that banks operate, bank financials and its performance, the risks that banks must manage, and the regulations they are subjected to.

The subject matter of banking is very broad and complex. Students taking this module should be committed and willing to put in their time and efforts.

Course Outline:

Banking Business and Performance

- Bank Functions & Models
- Banking Businesses
- Bank Financials and Performance

Risk Management in Banks

- Credit Risk Management
- Market Risk Management
- Liquidity Risk Management
- Asset and Liability Management
- Operation & other Risk Management

Banking Regulations

- Basel Regulations
- MAS Regulations (Singapore)
- Capital Management

PREREQUISITES:

- FIN2704/FIN2704X: Finance
- FIN3702: Investment Analysis and Portfolio Management

ASSESSMENT

The final mark for each student in this course is computed based on the following:

Component	Weightage
Class Participation & Assignments	20%
MCQ Test 1	30%
MCQ Test 2	25%
Group Project & Presentation	25%
Total	100%

Under **Class Participation/Assignments** students are rewarded for completing assignments, a learning journal, and participating in class discussions and guest speaker sessions. Class participation through the sharing of relevant perspectives, information, and experience is highly encouraged.

The **MCQ Tests** are open-book and require students to demonstrate that they have acquired sufficient knowledge and understanding about the materials taught in class to be able to apply them to the scenario provided in the Tests.

In **Group Project Presentation**, students will be split into small groups to carry out research and make presentations about selected topics. The projects provide the opportunities for the students to apply what they have learned in class to their research and analysis of the topics. The project presentations will be rated based on research insights (50%) and clarity of presentation (50%).

TEXTBOOKS/REFERENCES:

- “An Introduction to Banking – Principles, Strategy, and Risk Management” by Moorad Choudry, Wiley 2nd Edition. ISBN 978-1119-115892 Paperback. (Required Textbook)
- “Bank Management & Financial Services” by Peter S. Rose, Sylvia C. Hudgins, McGraw-Hill 9th Edition. ISBN 978-0071-326421. (As Reference Text)

ACADEMIC HONESTY & PLAGIARISM

Academic integrity and honesty are essential for the pursuit and acquisition of knowledge. The University and School expect every student to always uphold academic integrity & honesty. Academic dishonesty is any misrepresentation with the intent to deceive, or failure to acknowledge the source, or falsification of information, or inaccuracy of statements, or cheating at examinations/tests, or inappropriate use of resources.

Plagiarism is ‘the practice of taking someone else's work or ideas and passing them off as one's own’ (The New Oxford Dictionary of English). The University and School will not condone plagiarism. Students should adopt this rule - You have the obligation to make clear to the assessor which is your own work, and which is the work of others. Otherwise, your assessor is entitled to assume that everything being presented for assessment is being presented as entirely your own work. This is a minimum standard. *In case of any doubts, you should consult your instructor.*

Additional guidance is available at:

<http://www.nus.edu.sg/registrar/adminpolicy/acceptance.html#NUSCodeofStudentConduct>

Online Module on Plagiarism:

<http://emodule.nus.edu.sg/ac/>