

Liverpool John Moores University

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Title: Financial Risk Management
Status: Definitive
Code: **6505WUCBW** (127707)
Version Start Date: 01-08-2021

Owning School/Faculty: Business and Management
Teaching School/Faculty: Business and Management

Team	Leader
Karl Harper	Y

Academic Level: FHEQ6 **Credit Value:** 20 **Total Delivered Hours:** 44
Total Learning Hours: 200 **Private Study:** 156

Delivery Options

Course typically offered: S2 and Non Std S2 (S2 for Jan)

Component	Contact Hours
Lecture	11
Seminar	11
Workshop	22

Grading Basis: 40 %

Assessment Details

Category	Short Description	Description	Weighting (%)	Exam Duration
Report	RPT	Report & Presentation. 4500 words	100	

Aims

This module is designed to enable students to identify, measure and manage financial risks.

Learning Outcomes

After completing the module the student should be able to:

- 1 Identify Financial Risks facing companies.
- 2 Measure and Prioritise Financial Risks
- 3 Evaluate Strategies to manage Credit Risk including the use of International Chamber of Commerce Collections & Letters of Credit and Bonds/Guarantees
- 4 Compare & Contrast the various Financial Derivatives as Risk Management Tools
- 5 Evaluate & Recommend Methods of Managing Exchange Rate & Country Risk
- 6 Evaluate & Recommend Methods of Managing Interest Rate and Commodity Price Risk

Learning Outcomes of Assessments

The assessment item list is assessed via the learning outcomes listed:

REPORT	1	2	3	4	5	6
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Outline Syllabus

The Role of Financial Risk Management

2. Identifying & Measuring Risk

3. Credit Risk Management including Securing Payment using Collections (International Rules for Collection URC ICC 522) & Letters of Credit (Uniform Customs & Practice UCP ICC 600

4. Bonds & Guarantees to facilitate international trade and reduce risk

5. The Treasury Function

6. Financial Derivatives

7. Exchange Rates & Risk Management

8. Country Risk Assessment & Management

9. Interest Rate Risk Management

10. Commodity Prices & Risk Management

Learning Activities

In order to simulate the World of Work students will be actively involved in the analysis and evaluation of a Case Study throughout the semester.

The Case Study, builds upon Semester 1 International Corporate Finance (Finance Route), with students now engaged in the management of the financial risks involved.

Students will once again be asked to respond to real-time data such as changes in exchange rates, interest rates, oil prices etc and new information such as prices changes, new quotations etc present by the lecturer throughout the semester

Notes

This module is designed to enable students to identify, measure and manage financial risks.