COURSE OBJECTIVE

This course covers the principals of financial risk management mostly from the perspective of non-financial corporations. The course discusses how to measure risks and risk exposures, why firms should or should not hedge, and how to hedge basic exposures. You will also learn how to manage risks such as foreign exchange rate risk, interest rate risk, commodity price risk and credit risk. The course will include many case studies of risk management.

INSTRUCTOR

Dr. Duong Xuan Truong

COURSE PREREQUISITES

FIN3101 Corporate Finance

REQUIRED MATERIALS


ASSESSMENT

This is a 100% CA course.

Midterm: 35%

Quizzes: 15%

Case Write-up and Presentation: 45%

Class Participation: 5%
COURSE CONTENTS

1. Introduction to Risk Management
2. Measuring Risk and Risk Exposures
3. Hedging Strategies
4. Managing Foreign Exchange Risk
5. Managing Interest Rate Risk
6. Managing Other Risks
7. Firm’s Instruments and Risk Management
8. Mortgage-backed Security