

**DESCRIPTION OF STUDY COURSE**

<b>Course unit title</b>	<b>Bank Operation and Risk Management</b>	
<b>Programme</b>	Bachelor International Finance	
<b>Year of study</b>	4	
<b>Level of course unit (e.g. first, second or third cycle)</b>	First, Bachelor's study	
<b>Course unit code</b>	<b>BFa035</b>	
<b>Name of lecturer(s)</b>	Thomas Signer	
<b>Credit points</b>	3 ECTS	
<b>Language of instruction</b>	English	
<b>Type of course unit (compulsory, optional)</b>	Compulsory	
<b>Semester when the course unit is delivered</b>	7	
<b>Mode of delivery</b>	face-to-face	
<b>Aim of Course</b>	Provide knowledge and practical skills in operation of commercial banks and their risk management.	
<b>Preliminary knowledge (prerequisites and co-requisites)</b>	Macroeconomics, Statistics, Mathematics, Financial Risk Management, Organization of Financial System, Financial Markets, International Finance.	
<b>Course contents</b>	<ol style="list-style-type: none"> <li>1. Banking System</li> <li>2. Bank operation principles</li> <li>3. Risks in banking and their management</li> <li>4. Bank valuation principles</li> </ol>	
<b>Planned learning activities and teaching methods</b>	Student attends lectures and seminars, presents individual work. Total evaluation of the course consists of 20% active participation in lectures and seminars; 60% independent work and its presentation; 20% written exam at the end of the course.	
	<b>Teaching methods</b>	Student work load (1 CP = 40 hours of student work)
	Lectures	20%
	Written group work	10%
	Seminars	10%
	Independent work/ work on a presentation	10%
	Work at the library, independent studies	50%
	Total 80 hours	
<b>Learning outcomes of the course unit</b>	<ol style="list-style-type: none"> <li>1. Students understand essence and functionality principles of banking system.</li> <li>2. Students get knowledge and skills about bank operation and its management.</li> <li>3. Students understand bank operation risks and their management principles.</li> </ol>	



<b>Assessment methods and criteria</b>	Study outcomes			
	The form of assessment	1.	2.	3.
	Written work in a classroom	•	•	•
	Independent work and its presentation	•	•	•
Written examination	•	•	•	
<b>Recommended or required reading</b>	Compulsory literature: 1. Mishkin, F.S., The Economics of Money, Banking and Financial Markets, Pearson, 12th ed., 2018 Recommended literature: 1. LR Law on Credit Institutions 2. EU Directives 3. Basel III 4. Bessis, J., Risk management in Banking, 4 <sup>th</sup> , J.Wiley&Sons Ltd., 2015. 5. Saunders, A., Cornett, M., Financial Institutions Management: A Risk Management Approach, McGraw Hill, 2017			
<b>Recommended optional programme components</b>	To be agreed at the start of the course			