

Department: Economics and Finance

Course Name:	Commercial and investment banking	Course No.:	FIN 645
Prerequisite:	N/A	Credit Hours:	3

Brief Description:

The course examines the key risks of financial institutions (market, credit, liquidity, pre-payment risks) and the importance of Asset-Liability management. Students will be exposed to key trends and changes that take place in the banking sector, the current problems confronting managers in banking, and become familiar with the various career opportunities in the industry. Playing special role of financial institutions in the market, and how it relates to the regulatory framework under which commercial and investment banks operate.

Course Objectives:

After completion of this course the student will be able to:

1. Understand the basic problems of bank management.
2. Explain the effects of the techniques and the functions of commercial Banks and thrift banking institutions.
3. Explain the evolution of banking, the organizational structure of banks.
4. Analyze bank regulations and policies
5. Evaluate bank profitability and risk management..
6. Recognize types of crimes, such as money laundering that can affect a financial institution.
7. Examine the international bank environment, deposits, liquidity and capital

Course Topics:

- Introduction to the commercial Banks
- structure of banking and the financial services industry.
- Establishing new banks, branches, ATMs, telephone services, and web sites. Time value of money.
- The financial statements of banks and their principal competitors. Risk analysis and measurement.
- Measuring and evaluating the performance of banks and their principal competitors.
- Risk management for changing interest rates: asset-liability management and duration techniques..
- The investment function in financial-services management.
- Managing non-deposit liabilities.
- Money Creation
- Investment banking, insurance, and other sources of fee income..

Text Book:

1. Bank Management & Financial Services, Peter S. Rose & Sylvia C. Hudgins , McGraw Hill, 9th Edition, 2012

Additional References:

Online Resources:

- Bloomberg Terminal.
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Measurement & Assessment Tools:						
Objectives			Obj 1.1 &1.2	Obj 2.1	Obj 3.1	Obj4.2
Assessment tools	Grade	Week (Time period)	1	2	3	4
Midterm test	20	9 th	×			
Case study	10	12 th			×	
Assignment	15	15 th				×
Group Project	15			×		
Final exam	40	As Dated	×			
Total	100					

Tentative Course Outline:				
Week	Hours	Topics	Readings	
1	3	The Impact of government policy and regulation on the financial services industry.	Ch1	
2	3	The organization and structure of banking and the financial services industry	Ch2	
3	3	Establishing new banks, branches, ATMs, telephone services, and web sites.	Ch3	
4	3	The financial statements of banks and their principal competitors.	Ch4	
5	3	Measuring and evaluating the performance of banks and their principal competitors	Ch5	
6	3	Risk management for changing interest rates: asset-liability management and duration techniques.	Ch6	
7	3	The investment function in financial-services management.	Ch7	
8	3	Managing non-deposit liabilities.	Ch8	
9	3	Investment banking, insurance, and other sources of fee income.	Ch9	
10	3	The management of capital	Ch10	
11	3	Lending policies and procedures: managing credit risk.	Ch11	
12	3	Lending to business firms and pricing business loans.	Ch12	
13	3	Consumer loans, credit cards, and real estate lending.	Ch13	
14	3	Optional Bank Case Reports	Ch14	
15	3	Liquidity and reserves management: strategies and policies.	Ch15	
16	3	Revision		

Approved by Dept. Chair:

Dr Fahad Al Mohaimeed

Date of Approval:

Extra Information: (Updated every semester and filled by course instructor)

Course Instructor: DrOsamahRawashdeh
Office No: _____
Extension: _____
Email: _____
Office Hours: _____

