

SES's L.S. RAHEJA COLLEGE OF ARTS AND COMMERCE (AUTONOMOUS)



BOARD OF STUDIES: ACCOUNTANCY & FINANCE

PROGRAMME: M.COM (Banking & Finance)

SEMESTER: IV

**NOMENCLATURE OF THE COURSE: CORPORATE RISK
MANAGEMENT**

NEP Vertical: Elective

Credit: 4

(As Per Choice Based Credit System (under NEP 2020) with effect from the Academic Year 2025-26)



Programme:	M.COM
Nomenclature of the Course	Corporate Risk Management
Total Marks	100 marks
Semester:	III
Academic year	2025-26

Learning Objectives :	<ul style="list-style-type: none"> • To outline the concept and fundamentals of risk management. • To summarise various capital market and risk associated with it. • To explain credit risk management process, Basel norms and concept of CAR • To acquaint learners about application of risk measurement tools.
Course Outcomes :	<ul style="list-style-type: none"> • Learners will be able to identify risk and uncertainty in business and learn to compare them, review ERM, and various financial crisis • Learners would be able to use credit risk management process, review Basel Norms and calculate CAR

Unit	Module Content	Andragogy	No of Lectures
1.	<p>Foundations of Risk Management</p> <p>a) The Concept of Risk, Identification of Risk faced by Organization, Risk and Uncertainty, Dynamic Nature of Risks, Strategic and Operational Risks, Financial Risk faced by Organization.</p> <p>b) Evolution of Risk Management, Objectives of Risks Management, Process of Risk Management</p>	Lectures, group discussions, case studies, and interactive lectures	15 hours
2.	<p>Evaluation of Risk</p> <p>a) Evaluation of Organization's ability to bear them, Risk Measurement, Risk monitoring versus managing risk.</p> <p>b) Role of Risk Manager and Risk Committee in identifying and managing risk the firm wide risk management: the enterprise risk management</p>	Lectures, group discussions, case studies, and interactive lectures	15 hours
3.	<p>Credit Market Risk Management</p> <p>a) Introduction, Information required for evaluation of credit risk, Procedure for Credit Risk Management.</p> <p>b) Credit Life cycle, Loan Review Mechanism guidelines on Credit Rating Framework in Banks, Introduction of Basel Norms and calculation of capital adequacy ratio (Calculation)</p>	Lectures, group discussions, case studies, and interactive lectures	15 hours

4.	Foreign Exchange Risk a) Forex Market, Identifying and Analyzing Forex Risk, Managing Forex Risk. b) Interest Rate Market and Mathematics, Identifying and Analyzing Interest Rate Risk, Measuring Interest Rate Risk	Lectures, group discussions, case studies, and interactive lectures	15 hours
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Suggested Readings :

- ☐ The Essentials of Risk Management: Michel Crouhy, Dan Galai, Robert Mark: MC Graw Hill Education
- ☐ A Practical Guide to Risk Management: Thomas S Koleman: Research Foundation of CFA Institute
- ☐ Risk Management Concepts and Guidance: Carl Pritchard: CRC Press
- ☐ Quantitative Risk Management: A Practical Guide to Financial Risk- Thomas S. Coleman
- ☐ Risk Management: Insurance and Derivatives Dr G Kotreshwar: Himalaya Publishing House.