



APPLIES TO ACADEMIC YEAR 2015/2016

## FIN 3511 Credit Risk Assessments - RE-SIT EXAMINATION

### Programme

Bachelor of Finance (2. year), Re-sit examination

### Responsible for the course

Emanuel Blattner

### Department

Department of Accounting - Auditing and Law

### Term

According to study plan

### ECTS Credits

7,5

### Language of instruction

Norwegian

### Introduction

The course covers issues related to credit risk assessments of private businesses. The focus of the course is the ability to serve debt by analyzing future net cash flows and capital requirements. Moreover best practices will be addressed.

### Learning outcome

#### Acquired knowledge

Students must be able to understand important concepts within the credit risks analysis discipline:

- Have a good understanding of the concept credit risk analysis and risks related to private business exposures.
- Understand the basic requirements for a private business to survive.
- Understand how to use information from financial statements in a credit risk analysis.

#### Acquired skills

Students must be able to evaluate the credit risk by the use of relevant models and tools.

- Be able to correct and group financial information to be used in a credit risk analysis.
- Be able to practice models to prepare a basis for decisions.
- Analyze the credit risk and present it for the decision maker.

#### Reflections

Students must be capable of demonstrating an ability to critically reflect upon their own role and work.

- Understand the importance of analyzing the credit risk.
- Understand the role of a credit risk analyst.
- Basic knowledge of best practices.

### Prerequisites

BØK 3411 Finance and Managerial Accounting I or equivalent.

### Compulsory reading

#### Books:

Eklund, Trond og Knut Knutsen. 2011. Regnskapsanalyse : aktiv bruk av regnskapet. 8. utg. Gyldendal akademisk

#### Other:

Basel Committee on Banking Supervision. 2000. Principles for the management of credit risk. Lenke til pdf på åpen web. <http://www.bis.org/publ/bcbs75.pdf>

### Recommended reading

#### Course outline

- Correcting and assessing financial data and other information prior to analyzing
- Ratio analysis
- Cash flow analysis
- Future capital requirement
- Required future net internally generated cash flow

- Risk classification and models for predicting bankruptcy
- Credit risk and portfolio analysis
- Loan review
- Best practices

### Computer-based tools

No specified computer-based tools are required.

### Learning process and workload

The course is conducted with 36 hours of lectures and 9 hours of exercises. Extensive exercises are of great importance and part of lectures will be used to review assignments. Students are expected to be prepared for the lectures through literature and assignments.

After the deadline feedback will be given by the lecturer. Students must get their assignment approved in order to sit for the final exam.

Recommended use of hours:

| Activity                              | Hours      |
|---------------------------------------|------------|
| Lectures                              | 36         |
| Lecture supported exercises           | 9          |
| Preparations for the lectures         | 65         |
| Test exam                             | 10         |
| Preparations for the examination      | 80         |
| <b>Total recommended use of hours</b> | <b>200</b> |

### Use of hours

36 hours of lectures  
 9 hours of exercises  
 45 hours altogether

### Coursework requirements

Coursework omitted because the course is not offered anymore, ie not a requirement for continuation 2015/2016.

### Examination

A three hour individual written exam concludes the course.

### Examination code(s)

FIN 35111 Written examination, counts 100 % towards the final grade in FIN 3511 Credit Risk Assessments, 7,5 credits.

### Examination support materials

All support materials are allowed.

Examination support materials at written examinations are explained under examination information in the student portal @BI. Please note use of calculator and dictionary. [https://at.bi.no/EN/Pages/Exa\\_Hjelpemidler-til-eksamen.aspx](https://at.bi.no/EN/Pages/Exa_Hjelpemidler-til-eksamen.aspx)

### Re-sit examination

The course was lectured for the last time autumn 2014. Last re-sit examinations will be offered autumn 2015 and spring 2016.

### Additional information