LOAN PORTFOLIO MANAGEMENT - YEAR 1

SECTION LEADER: Michael Wear

DESCRIPTION
The session consists of five (5) 85-minute courses designed to teach comprehensive risk management and return techniques utilized by senior bank managers and portfolio managers in managing a bank loan portfolio.

The individual courses address the following topics:
• Credit Risk: History and Portfolio Management
• Stress Testing
• Loan Pricing
• Loan Pricing (Part 2)
• Intersession Assignment Review – Developing a Credit Risk Profile

The session requires completion of an intersession assignment applying the concepts to their particular institution, concluding with the preparation of a Credit Risk Profile of the lending institution.

OBJECTIVES
• To develop the skills necessary to prepare a Credit Risk Profile of the participant’s institution and loan portfolio and gauge the quality of the bank’s present credit risk management practices
• To understand the perspective of a credit portfolio manager, acquiring the skills necessary to “act like a fund manager” in stress and pricing analysis
• To reference this year’s courses and its Intersession Assessment (Credit Risk Profile) to be used in the Loan Portfolio Management Year 2 session in your Junior year of the GSB program

FEATURES
The Section features lectures and participatory class discussion with faculty members. It also includes an Intersession Project to develop a Credit Risk Profile for your bank.