

COURSE DETAIL

ECONOMICS OF BANKING

Country

Denmark

Host Institution

University of Copenhagen

Program(s)

University of Copenhagen

UCEAP Course Level

Upper Division

UCEAP Subject Area(s)

Economics

UCEAP Course Number

178

UCEAP Course Suffix**UCEAP Official Title**

ECONOMICS OF BANKING

UCEAP Transcript Title

ECON OF BANKING

UCEAP Quarter Units

6.00

UCEAP Semester Units

4.00

Course Description

The course covers two topics: microeconomics of banking and risk management. The microeconomics part of the course starts by discussing key competences of banks, proceeds to fundamental aspects of banking such as the loan contract and credit rationing, discusses liquidity problems and bank runs, and ends with a treatment of bank regulation involving the roles of central banks, deposit insurance, and financial supervision authorities. The risk management part the course covers the basics of risk management in banks, measurement of risk, and then discusses the different types of risk occurring in banking, namely liquidity risk, interest rate risk, market risk, credit risk, and operational risk. For each of the risk types, the course covers the measurement of risk as well as methods for reducing risk. Topics covered include: key competences of banks; types of financial intermediation; basics of risk management; the loan contract; interest rate risk; rationing in the credit market; market risk; securitization and shadow banking; credit risk; payments and its impact on banking; competition and risk taking; irregularities in banking; liquidity crises and bank runs; operational risk; deposit insurance; lenders of last resort; reorganizing and closing banks; the Basel regulations.

Language(s) of Instruction

English

Host Institution Course Number

AØKA08069U

Host Institution Course Title

ECONOMICS OF BANKING

Host Institution Campus

Social Sciences

Host Institution Faculty

Host Institution Degree

Host Institution Department

Economics

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