



Lywood David International Limited's

Accounting for Treasury transactions, risks and profits (*FX, Money markets & Treasury Derivatives*)

DESIGNED FOR TREASURY PROCESSING, FINANCIAL CONTROL, RISK MANAGEMENT AND IT SYSTEMS DEVELOPMENT PERSONNEL FROM FINANCIAL INSTITUTIONS AND ASSOCIATED SOFTWARE DEVELOPMENT COMPANIES

The **Accounting for Treasury transactions, risks and profits** course forms part of the company's highly regarded ***Understanding the Financial markets programme*** and is popular with Financial Controllers and Risk Managers being a unique course on the practicalities of Treasury accounting issues and dealing management information requirements.

Do you need your Financial control personnel to

- appreciate the various types of dealing operation available in the financial markets, and the means employed by a typical bank to control and monitor the same through accounting records and management information processes ?
- have a basic knowledge of the generic accounting procedures needed to support a Foreign Exchange, Money Market and Treasury Derivatives dealing operation ?
- understand better the operational and market risks involved in day-to-day dealing operations ?
- be aware of the position of a Treasury Division within a financial institution's structure, and what bearing the Division's business has on the institution as a whole ?

LYWOOD DAVID INTERNATIONAL LIMITED'S Accounting for Treasury transactions, risks and profits course (three full days) is consistently highly praised by participants and training managers alike. It is designed specifically for personnel who need to know more about their institution's Treasury dealing operations, risk identification processes, accounting records and management information requirements. Participants should be connected with Treasury dealing operations, financial control or other support areas for their institution's Treasury function.

The course gives participants the opportunity to discuss with an experienced practitioner the financial market operations undertaken by institutions, the associated market and operational risks and proven procedures, including generic accounting processes and management information systems, for controlling and monitoring the same.

The more technical market risks involved in certain Foreign Exchange, Money market and Derivative instruments and dealing techniques are also discussed in detail during the course, with the aim that such techniques are more clearly understood by personnel who will thus be more comfortable when processing, developing systems or accounting for such activities undertaken in their institution's Treasury dealing rooms.

Three day course programme

Today's Financial markets and a typical bank's Treasury structure

markets, location, participants, products, Bank of England/BIS survey volumes, reasons for dealing, dealing methods, financial institution structures and ALCO

Spot and forward Foreign exchange

dealing roles and risks, open exchange positions, trading limits, position keeping, settlement and accounting methods, Multi-currency General ledger, structure of accounts contingent and Position accounts – foreign currency and local currency subdivided by “product” or profit centre - internal deals – profit centre switching – interest accruals and option delta hedging

Forward Foreign exchange

forward trading - FX premium/discount - forward FX transaction - accounting entries deal date to value date - Nostro accounts - reconciliations - Risks and controls - practical exercises - solution and debrief

Foreign exchange P&L procedures

Spot and forward FX Position account revaluation - forward “Buy back” problem areas - FX management information requirements - Position account and P&L reports - cashflow, trading and credit limit and other reportage

Foreign exchange derivatives

margin trading - Currency Futures - non-deliverable forwards (ndf) - Currency Options, exchange traded and OTC, pricing and quotation, hedging and trading - FX derivative accounting procedures - P&L processes Risks and controls- practical exercises - solution and debrief

Money market operations

Money market - Cash market transactions - local currency and Euro-currencies, corporate / interbank deposit and loan transactions - **WINDEAL for Money market** in presentation mode - commercial loans - funding and liquidity financial instruments - Gilts and Repos, Bills, CDs, Commercial Paper accounting processes - contingent accounts - Nostro entries - Risks and controls- practical exercises - solution and debrief

Money market risks, interest arbitrage and P&L procedures

interest bases, days and dates, cross currency interest arbitrage - the link between the FX and money markets, interest rate risk - yield curves, matching and mismatching, credit risk - accounting processes, P&L procedures - interest accruals - management information requirements cashflow, trading and credit limit reports - mismatch reportage - balance sheet production

Interest rate Treasury derivatives - short term

Financial Futures STIR contracts and Forward Rate Agreements (FRAs) dealing usage - hedging / arbitrage / trading using **WINDEAL for Money market** in presentation mode - trading and credit limits - accounting processes - segregated P&L procedures for hedging and trading - management information reportage - Risks and controls- practical exercises - solution and debrief

Interest rate Treasury derivatives - longer term

Interest rate swaps and longer term derivatives dealing usage - hedging / trading uses in a bank - trading and credit limits - currency swaps - interest rate options (Caps, Floors and Collars) accounting processes - evaluation and cancellation - segregated P&L procedures for hedging and trading - management information reportage - capital adequacy - Risks and controls

The programme is correct at time of going to press. The company reserves the right to alter the structure or content of the course programme without notice

Presenter

Phil Parker, Managing Director of Lywood David International Limited, has over 40 years experience of treasury markets and training. He spent his banking career with the Lloyds Bank Group in a number of senior Treasury roles. An experienced practitioner, having actively dealt (10 years in LBI London), Phil formed his own company in 1992 and has regularly presented open courses in London and overseas financial centres and in-house training on behalf of client institutions world-wide for the past fifteen years.

The company

LYWOOD DAVID INTERNATIONAL LIMITED is a company dedicated to the promotion of a greater understanding of the international financial markets amongst all participants. The company's aim is to provide high quality and affordable training and education on Treasury and Capital markets issues to as wide a range of people as possible - this being achieved through offering open training courses plus in-house consultancy services to individual client institutions globally. The company has worked extensively in the EU and the developing financial markets of central and eastern Europe, the Caribbean, Africa, India, the Middle and the Far East.

Now in its fifteenth year, **Lywood David International Limited** continues to offer a wide range of such training courses specifically targeted at financial markets professionals. These are presented by experienced practitioners and trainers putting great emphasis on the practical reinforcement of issues covered using the latest technology. Further details are available on the company's website: www.lywood-david.co.uk

Bespoke training

LYWOOD DAVID INTERNATIONAL LIMITED's training events can be tailored to suit a financial institution's training needs and presented exclusively in-house. This becomes cost effective in London at around 6 - 7 participants, more quickly when long distance travel and accommodation costs need to be taken into consideration. Don't miss this opportunity to let your personnel benefit from participation on this unique workshop approach.

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