



# Liquidity Risk Management

**Duration:** 5 Days

**Language:** en

**Course Code:** PF1-110

## Objective

Upon completion of this course, participants will be able to:

- Understand the different types of financial risk within the market, operation, and credit and where liquidity could be affected.
- Identify the root cause of risk factors and employ mitigation techniques and tools to maintain wealth.
  - Develop a key understanding of all factors surrounding Basel III.
- Recognise steps to move forward with risk management and business continuity.
- Define appropriate auditing strategies for effective reporting and record keeping.
  - Create a strategic process map to aim for liquidity risk management success.
  - Implement reporting strategies and Basel III procedures.
  - Produce Basel III standard statements.

## Audience

This course is designed for anyone responsible for maintaining the finances within a company or auditing to identify risks to profits. It would be particularly beneficial for:

- Members of the Board
- Managing Directors
- Business Owners

- Financial Executives
  - Internal Auditors
- Compliance Officials
  - Risk Assessors
- Accounting Personnel
- Corporate Governance Directors

## Training Methodology

This course uses various learning techniques and tools for maximum understanding and comprehension. The course includes presentations with interactive group discussions to determine the most effective ways of identifying risk.

Participants will have access to real-world scenarios to create plans based on Basel III techniques and learn about international tools for change and development in the financial world.

## Summary

In 2008, the Sublime Crisis highlighted how poor liquidity management exposed banking partners to higher risks. To mitigate risks and save money, the BASEL framework was introduced to manage liquidity within financial institutions.

The Basel III framework employs specific standards, strategies and methods of statement generation to reduce liquidity risk and create specific reporting and risk indicators to flag issues at the earliest possible opportunity for change.

This course is designed for candidates who are specifically focusing on Basel III to assist in liquidity risk management and loss mitigation. It will help identify the root cause of issues, make it easier for employees to flag risks much earlier in the process, and allow them to create an effective action plan based on accurate analysis to resolve issues before they grow.

## Course Content & Outline

### Section 1: Liquidity Risk Management

- Success vs. financial risk.
- Identifying the different types of risk, including market, credit, and operational, and

how they feed into liquidity risk.

- How to discover risk areas in your organisation.
- Measuring risk using accurate reporting metrics.
- How to mitigate different types of risk in your organisation.
- Implementing risk management strategies effectively.

## **Section 2: Analysis & Auditing**

- Sources of liquidity risk and how to stem them.
  - Financial statements based on Basel III.
- Understanding your cash flow against project plans.
  - Financial analysis and management.
- How to monitor your financial position effectively.
  - Your capital structure.

## **Section 3: Forecasting & Managing Future Risks**

- Discovering your net worth and value.
- Optimising working capital based on future prospects.
- Working out your optimum reporting strategy to make the most of your funds.
  - Days sales outstanding (DSO).
  - Days payable outstanding (DPO).
  - Days inventory outstanding (DIO).
- Your cash conversion - developing a cycle.
- Existing credit facilities and selecting your best option.

## **Section 4: The Basel III Framework**

- The differences between Basel II and Basel III.
  - The requirement for Basel III.
  - Capital components included in Basel III.
- The effects of Basel III on your company's future.
- Basel III implications for the whole of the financial market.
- The impact of economic capital on the whole of market changes.
- Risk assessments and their weight on financial decision-making.

## **Section 5: Liquidity Management in the Long-term**

- Discovering your Liquidity Coverage Ratio (LCR).
  - Your structural net and reach.

- Sound liquidity risk principles and management.
- Management of long-term processes and change.
- Training and implementation of new process models.
- Performance management based on effective reporting.
- Common challenges of liquidity risk management.
- Overcoming hurdles when managing risk.

## Certificate Description

Upon successful completion of this training course, delegates will be awarded a Holistique Training Certificate of Completion. For those who attend and complete the online training course, a Holistique Training e-Certificate will be provided.

Holistique Training Certificates are accredited by the British Assessment Council (BAC) and The CPD Certification Service (CPD), and are certified under ISO 9001, ISO 21001, and ISO 29993 standards.

CPD credits for this course are granted by our Certificates and will be reflected on the Holistique Training Certificate of Completion. In accordance with the standards of The CPD Certification Service, one CPD credit is awarded per hour of course attendance. A maximum of 50 CPD credits can be claimed for any single course we currently offer.

## Categories

Finance, Accounting & Budgeting, Management & Leadership

## Tags

Risk management, Risk, Liquidity, Basel III Framework

## Related Articles

[Unveiling the Power of HR Assessment: A Comprehensive Guide](#)



Optimize HR functions with key assessment methods, tools, and strategies to drive  
.organisational success through effective HR management

## YouTube Video

<https://www.youtube.com/embed/3ZISIUwSADA?si=2ErudAsxyAXjiZGX>