

FUNDAMENTALS OF BOND INSTRUMENT & MARKET

Overview

This introductory course aims to cover the key aspects of bond instruments and markets – explaining market terminology and structure, pricing, trading, and investing - as well as to communicating market practice and lay a foundation of technical knowledge applicable to both the buy side and the sell side as well as those involved in bonds in other capacities. Topics like bond yields and duration are also introduced.

Target Participants

This course will help those with little or no knowledge of bond and fixed-income securities to gain a good understanding of the intrinsic nature of the instruments and the markets on which they trade. It is particularly relevant for

- Investment Bankers,
- Treasury Analysts,
- Corporate Financiers,
- Corporate Bankers,
- Investment Managers,
- Analysts,
- Brokers,
- Investment Advisors,
- Operations and Support Staff, and
- Others involved with the Bond Markets for the first time.

Course Objectives

The objective is as much as possible to simplify some of the technical terminology around bonds and bond markets and give an intuitive feel for bonds and bond market concepts. The course then goes on to teach key mathematical techniques and into greater detail on more specialized types of Bonds. The course will provide:

- A full understanding of the mechanics and terminology of bonds
- Full explanation of how and why bonds are issued
- Full explanation of how and why bonds are purchased
- Identification of the main risks associated with bond markets
- Appreciation of Bond Mathematics

Training will be in a workshop format. This will include a mixture of presentation and case study material.

COURSE CONTENTS

Introduction to Workshop

- Objectives
- Format

Bond Markets Terminology & Structures

- Interest calculations and day count conventions
- The cash-flow structure of bonds
- Fixed coupon securities
- Floating rate notes
- Zero coupons bonds
- Flexibility of medium term notes
- Where to find static data
- The importance of ratings
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Conventions

- Fixed coupon securities

- FRNs
- Zero Coupons
- Collateralised issues
- Public offerings
- Medium term notes
- Private placements

The Issuance Process

- Bond market conditions
- Why issuers seek long term funding
- Investor's & Issuer's objectives
- Selecting the bond structure
- Issue size
- Role of the manager
- Fees
- Maturity
- Timing
- How swaps are used with new issues

- All in price on a fixed & floating basis

Why investors buy bonds

- Different types of investor
- Different risk/reward needs
- Credit, interest rate, foreign exchange risks
- How investors identify value
- Relative value/spreads
- Liquidity

Combining swaps & bonds

- Generic asset swap structures
- Par/par structures
- High coupon bonds

- Low coupon bonds
- Up-front payments
- Accrued interest

Bonds and risk

- Introduction to:
- Credit risk
- Interest rate risk
- FX risk
- Problems with liquidity & valuation

Non-vanilla bonds

- Introduction to how different risk profiles can be added to bonds using swaps.

End of Course & Closure.

COURSE DURATION	DELIVERY MODE	DELEGATE CLASS SIZE	COURSE FEE/PARTICIPANT
3 DAYS	In-Plant	8 (Guaranteed Minimum)	For quote, please click http://demvros.com/contact/
Discount is available for class size above the minimum. Please visit www.demvros.com or call 08056154199 or e-mail for enquiries.			