



Advanced Financial Risk Management: Tools and Techniques for Integrated Credit Risk and Interest Rate Risk Managements (Wiley Finance)

By Donald R. Van Deventer, Mark Mesler, Kenji Imai

Download now

Read Online →

Advanced Financial Risk Management: Tools and Techniques for Integrated Credit Risk and Interest Rate Risk Managements (Wiley Finance) By Donald R. Van Deventer, Mark Mesler, Kenji Imai

An in-depth look at financial risk management

Advanced Financial Risk Management integrates interest rate risk, credit risk, foreign exchange risk, and capital allocation using a consistent risk management approach. It explains, in detailed, yet understandable terms, the analytics of these issues from A to Z. Written by experienced risk managers, this book bridges the gap between the idealized assumptions used for valuation and the realities that must be reflected in management actions. It covers everything from the basics of present value, forward rates, and interest rate compounding to the wide variety of alternative term structure models.

Donald R. Van Deventer (Hawaii) founded the Kamakura Corporation in April 1990 and is currently President. In 2003, he was voted into the Risk Hall of Fame for having made a profound contribution to the field of risk management. Kenji Imai (Hawaii) heads Software Development for Kamakura and participates in selected Japan-related financial advisory assignments. Mark Mesler (Hawaii) heads the information production for Kamakura Risk Information Services.

[↓ Download Advanced Financial Risk Management: Tools and Tech ...pdf](#)

[📖 Read Online Advanced Financial Risk Management: Tools and Te ...pdf](#)

Advanced Financial Risk Management: Tools and Techniques for Integrated Credit Risk and Interest Rate Risk Managements (Wiley Finance)

By Donald R. Van Deventer, Mark Mesler, Kenji Imai

Advanced Financial Risk Management: Tools and Techniques for Integrated Credit Risk and Interest Rate Risk Managements (Wiley Finance) By Donald R. Van Deventer, Mark Mesler, Kenji Imai

An in-depth look at financial risk management

Advanced Financial Risk Management integrates interest rate risk, credit risk, foreign exchange risk, and capital allocation using a consistent risk management approach. It explains, in detailed, yet understandable terms, the analytics of these issues from A to Z. Written by experienced risk managers, this book bridges the gap between the idealized assumptions used for valuation and the realities that must be reflected in management actions. It covers everything from the basics of present value, forward rates, and interest rate compounding to the wide variety of alternative term structure models.

Donald R. Van Deventer (Hawaii) founded the Kamakura Corporation in April 1990 and is currently President. In 2003, he was voted into the Risk Hall of Fame for having made a profound contribution to the field of risk management. Kenji Imai (Hawaii) heads Software Development for Kamakura and participates in selected Japan-related financial advisory assignments. Mark Mesler (Hawaii) heads the information production for Kamakura Risk Information Services.

Advanced Financial Risk Management: Tools and Techniques for Integrated Credit Risk and Interest Rate Risk Managements (Wiley Finance) By Donald R. Van Deventer, Mark Mesler, Kenji Imai
Bibliography

- Rank: #3781841 in Books
- Brand: Brand: Wiley
- Published on: 2004-11-10
- Original language: English
- Number of items: 1
- Dimensions: 9.00" h x 1.69" w x 6.32" l, 2.37 pounds
- Binding: Hardcover
- 650 pages

 [Download Advanced Financial Risk Management: Tools and Tech ...pdf](#)

 [Read Online Advanced Financial Risk Management: Tools and Te ...pdf](#)

Download and Read Free Online Advanced Financial Risk Management: Tools and Techniques for Integrated Credit Risk and Interest Rate Risk Managements (Wiley Finance) By Donald R. Van Deventer, Mark Mesler, Kenji Imai

Editorial Review

From the Inside Flap

Advanced Financial Risk Management outlines an integrated framework for fully integrated risk management. Credit risk, market risk, asset and liability management, and performance measurement have historically been thought of as separate disciplines, but recent developments in financial theory and computer science now allow these views of risk to be analyzed on a fully integrated basis.

In Advanced Financial Risk Management Donald R. van Deventer and Kenji Imai, joined by Mark Mesler, extend the concepts outlined in their previous book Credit Risk Models and the Basel Accords and update their 1996 work Financial Risk Analytics. The authors lay out a comprehensive strategy of risk management measures, objectives, and hedging techniques that apply to all types of institutions. They describe a performance measurement approach that goes far beyond traditional capital allocation techniques in measuring risk-adjusted shareholder value creation. Most important, the authors supplement this strategic view of integrated risk with step-by-step tools and techniques for constructing a risk management system that achieves these objectives.

The authors start with an updated review of techniques for constructing the building blocks of risk management, continuous yield curves that are used in everything from equity options to mortgage-backed securities analysis. They show how the creation of smooth credit spreads from bond price data is an extension of traditional yield curve smoothing technology. The authors review the primary credit risk models and discuss the implementation of the most modern form of credit models, the reduced form models of Jarrow, Duffy and Singleton, at great length. They present results from a 1.2 million observation data base on default probabilities in demonstrating how to meet Basel II requirements for credit model testing. They also show how to estimate default probabilities from bond prices and credit derivatives prices even when there is a liquidity premium reflected in those prices above and beyond the risk of expected loss due to default or bankruptcy.

The authors then go on to show how three important topics in finance are special cases of the credit risk analysis they introduce: prepayment modeling, valuation of life insurance policies, and the valuation of property and casualty insurance contracts. Van Deventer, Imai and Mesler also revisit the critical issue of the valuation of savings deposits and demand deposits, which have no explicit maturity and a random principal balance.

Finally, the authors present a comprehensive framework for performance measurement at both the transaction level and the portfolio level that is consistent with best practice valuation techniques. Performance measurement has a history of many decades but it is rapidly evolving beyond simple concepts of plus alpha or interest rate margin to true measures of value generation.

Advanced Financial Risk Management also contains a rich array of formulas for basic and advanced risk management calculations which will be of enormous use to practitioners in fund management, pension fund management, banking, insurance and the securities industry.

From the Back Cover

"This invaluable book combines a rigorous primer on risk management and fixed income analytics with

sophisticated treatment of modern financial instruments and markets. I am particularly impressed with the authors' treatment of modern credit risk management models and techniques. Any serious student of the fields of risk management and investment strategies will find this volume extremely useful." - Edward I. Altman, Director, Credit & Debt Markets Research Program, Max L. Heine Professor of Finance New York University, Stern School of Business

"Derivatives traders in credit default swaps and collateralized debt obligations are using state of the art technology that integrates both interest rate and credit risk. In this groundbreaking book, Don van Deventer, formerly treasurer of one of the largest banks in the United States and a member of the RISK hall of fame, Kenji Imai, and Mark Mesler show why it's desirable and practical to apply these same concepts to the total balance sheet of a financial institution. This book should be on every risk manager's essential reading list." - Robert Jarrow, Ronald and Susan Lynch Professor of Investment Management, Johnson School of Business, Cornell University

"Van Deventer, Imai, and Mesler utilize their incomparable academic and professional experience and their technical expertise to comprehensively express their perspectives on how integrated interest rate and credit risk management creates shareholder value. I recommend this book to banking and hedge fund professionals seeking a complete education in current interest rate and credit risk management practices." - David P. Belmont, Author of Value Added Risk Management in Financial Institutions

"Successful risk management demands up-to-date knowledge of asset-liabilities management, market, credit and operational risk; and the ability to implement sound quantitative tools and techniques. This book provides an insightful overview of credit and interest rate risk, and discusses a broad treatment of the related modeling theory and methods. In particular, it discusses the pros and cons of both structural and reduced form models of credit risk. The presentation is accessible, foregoing unnecessary technical details. Written by experienced professionals, it offers both technical information and advice that can help practitioners involved in managing credit and interest rate risk." - J.R. Sobehart, VP - Senior Analyst, Credit and Operational Risk Analytics, Citigroup Risk Architecture

"In clear prose, the authors show why market-based tools such as put option theory, interest rate analytics, mark-to-market thinking, and bond prices are so important to modern credit risk management. Helpful examples pepper each chapter, illustrating and developing important concepts. This reader-friendly book is both a reference manual and a teaching companion for developing risk management skills." - Drake Pike, Head of Credit Risk Management, Asia ex-Japan Lehman Brothers

About the Author

Donald R. Van Deventer founded the Kamakura Corporation in April 1990 and is currently President. In 2003, he was voted into the Risk Hall of Fame for having made a profound contribution to the field of risk management. He has been involved in financial advisory assignments involving both risk management and mergers and acquisitions, for the municipalities affected in the Orange County bankruptcy, in a major derivatives dispute between JPMorgan and a Korean securities firm, Bank Negara Malaysia, ITT Financial Corporation and many other leading institutions. Prior to founding Kamakura Corporation, he was Senior Vice President of in the investment banking department of Lehman Brothers (then Shearson Lehman Hutton). From 1982 to 1987, he was the treasurer for First Interstate Bancorp in LA, USA. He holds a Ph.D. in Business Economics, a joint degree of the Harvard University Department of Economics and the Harvard Graduate School of Business Administration.

Users Review

From reader reviews:

Shannon Batiste:

This Advanced Financial Risk Management: Tools and Techniques for Integrated Credit Risk and Interest Rate Risk Managements (Wiley Finance) book is simply not ordinary book, you have it then the world is in your hands. The benefit you obtain by reading this book is actually information inside this book incredible fresh, you will get info which is getting deeper a person read a lot of information you will get. This kind of Advanced Financial Risk Management: Tools and Techniques for Integrated Credit Risk and Interest Rate Risk Managements (Wiley Finance) without we understand teach the one who reading it become critical in imagining and analyzing. Don't always be worry Advanced Financial Risk Management: Tools and Techniques for Integrated Credit Risk and Interest Rate Risk Managements (Wiley Finance) can bring once you are and not make your tote space or bookshelves' become full because you can have it in your lovely laptop even telephone. This Advanced Financial Risk Management: Tools and Techniques for Integrated Credit Risk and Interest Rate Risk Managements (Wiley Finance) having very good arrangement in word in addition to layout, so you will not feel uninterested in reading.

Joseph Nixon:

People live in this new moment of lifestyle always make an effort to and must have the spare time or they will get lots of stress from both way of life and work. So , once we ask do people have spare time, we will say absolutely of course. People is human not a robot. Then we question again, what kind of activity are you experiencing when the spare time coming to anyone of course your answer can unlimited right. Then do you ever try this one, reading textbooks. It can be your alternative in spending your spare time, the actual book you have read is definitely Advanced Financial Risk Management: Tools and Techniques for Integrated Credit Risk and Interest Rate Risk Managements (Wiley Finance).

Debra Durso:

In this period of time globalization it is important to someone to obtain information. The information will make anyone to understand the condition of the world. The healthiness of the world makes the information quicker to share. You can find a lot of references to get information example: internet, newspaper, book, and soon. You can see that now, a lot of publisher this print many kinds of book. The book that recommended for your requirements is Advanced Financial Risk Management: Tools and Techniques for Integrated Credit Risk and Interest Rate Risk Managements (Wiley Finance) this guide consist a lot of the information in the condition of this world now. This book was represented just how can the world has grown up. The terminology styles that writer use for explain it is easy to understand. Often the writer made some investigation when he makes this book. Here is why this book suitable all of you.

Ivan Dinkel:

As we know that book is important thing to add our know-how for everything. By a guide we can know everything we wish. A book is a list of written, printed, illustrated or even blank sheet. Every year seemed to

be exactly added. This e-book *Advanced Financial Risk Management: Tools and Techniques for Integrated Credit Risk and Interest Rate Risk Managements* (Wiley Finance) was filled concerning science. Spend your free time to add your knowledge about your technology competence. Some people has different feel when they reading the book. If you know how big advantage of a book, you can experience enjoy to read a guide. In the modern era like now, many ways to get book that you simply wanted.

Download and Read Online *Advanced Financial Risk Management: Tools and Techniques for Integrated Credit Risk and Interest Rate Risk Managements* (Wiley Finance) By Donald R. Van Deventer, Mark Mesler, Kenji Imai #H5GW7E8TLKU

Read Advanced Financial Risk Management: Tools and Techniques for Integrated Credit Risk and Interest Rate Risk Managements (Wiley Finance) By Donald R. Van Deventer, Mark Mesler, Kenji Imai for online ebook

Advanced Financial Risk Management: Tools and Techniques for Integrated Credit Risk and Interest Rate Risk Managements (Wiley Finance) By Donald R. Van Deventer, Mark Mesler, Kenji Imai Free PDF d0wnl0ad, audio books, books to read, good books to read, cheap books, good books, online books, books online, book reviews epub, read books online, books to read online, online library, greatbooks to read, PDF best books to read, top books to read Advanced Financial Risk Management: Tools and Techniques for Integrated Credit Risk and Interest Rate Risk Managements (Wiley Finance) By Donald R. Van Deventer, Mark Mesler, Kenji Imai books to read online.

Online Advanced Financial Risk Management: Tools and Techniques for Integrated Credit Risk and Interest Rate Risk Managements (Wiley Finance) By Donald R. Van Deventer, Mark Mesler, Kenji Imai ebook PDF download

Advanced Financial Risk Management: Tools and Techniques for Integrated Credit Risk and Interest Rate Risk Managements (Wiley Finance) By Donald R. Van Deventer, Mark Mesler, Kenji Imai Doc

Advanced Financial Risk Management: Tools and Techniques for Integrated Credit Risk and Interest Rate Risk Managements (Wiley Finance) By Donald R. Van Deventer, Mark Mesler, Kenji Imai Mobipocket

Advanced Financial Risk Management: Tools and Techniques for Integrated Credit Risk and Interest Rate Risk Managements (Wiley Finance) By Donald R. Van Deventer, Mark Mesler, Kenji Imai EPub

H5GW7E8TLKU: Advanced Financial Risk Management: Tools and Techniques for Integrated Credit Risk and Interest Rate Risk Managements (Wiley Finance) By Donald R. Van Deventer, Mark Mesler, Kenji Imai