**Assessment**

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| **Assessment** | **Deadline Date: Midnight…** | **Feedback date** |
| **Coursework**  **Financial & Risk Management. Total 100%** | | |
| **Business Report** | **Friday 2nd July 2021** | 23rd July 2021 |

Here is a more detailed look at the Coursework, however please note that the following assessments are subject to review and changes from the External Examiner.

The Module Leader will advise you via Canvas if there are any such changes, prior to starting your assessment – it is your responsibility to ensure that you attempt the correct assessment.

FINANCIAL RISK MANAGEMENT:

6311BUSBS & 6105LBSBW

Referral Deferral Coursework

UK Oil Plc:

The Board have asked you to prepare a detailed report evaluating the risks of the following alternative strategies that they are considering:

* The Development & Operation of a New Oil Platform in the North Sea costing approximately £315 million
* The Merger or Acquisition of an Oil Refinery (Euro Refinery Plc.) located in Ireland approximately £320 million

The Report should include:

* An Executive Summary
* An identification of the major risks of BOTH alternatives
* An assessment of the Volatility (Past 5 years & Forecast for the next 10 years) of:
  + Market Demand for Oil
  + Oil Prices
  + £/$ Exchange Rate
  + Crack Spread
* The Impact of the Volatility identified above on the Forecast Cashflow and the Proposed Merger or Acquisition
* Where appropriate, detailed strategies to Manage, (Reduce or Eliminate) the Risks identified

Coursework Marking Scheme

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| --- | --- |
| OVERALL | Module |
| Executive Summary | 5% |
| Identification of the Risks | 10% |
| Assessment of the Past Volatility | 20% |
| Forecast Volatility | 20% |
| Impact of Volatility on the Cashflow and M & A | 20% |
| Risk Management | 25% |
| TOTAL | 100% |

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| Executive Summary  Complete and concise | **5%** |
| Identification of the Risks | 10% |
| Identification of ALL risks for BOTH strategies |  |

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| Assessment of the Past Volatility | 20% |
| Evidence of Past Volatility |  |
| Calculate/assessment of the Risk/Deviation |  |
| Forecast Volatility | 20% |
| Evidence of Forecast Volatility |  |
| Calculate/assessment of the Risk/Deviation |  |
| Impact of Volatility on the Cashflow and M & A | 20% |
| Illustration of the Impact of various risks on the financial results & Evaluation |  |
| Scenario Analysis & Evaluation |  |
| Risk Management | 25% |
| Appropriate Risk Management Decisions |  |
| Detailed Knowledge of the Tools & Instruments used |  |
| Evidence |  |
| TOTAL | 100% |