Advances in Asset-Backed Securities

March 1-2, 2005
$2250

Asset-backed securities now constitute a dominant segment of the global capital markets and have become widely employed in developing as well as developed countries. The asset securitization technique, while complex, has won a secure place in corporate financing and investment portfolios because it can, paradoxically, offer originators a cheaper source of funding and investors a superior return. Not only does securitization transform illiquid assets into tradable securities, but it also manages to transform risk by means of the separation of good financial assets, from a company or financial institution, with little loss of revenue. The assets, once separated from the originator, are employed as backing for high-quality securities designed to appeal to investors.

This seminar investigates advances in techniques of asset-backed securities financing. It asks why and when corporations and financial institutions should issue asset-backed securities, and which kind of such instruments make sense to investors. In two days, we offer an economic cost-benefit analysis of the technique, an insight into the legal, accounting, tax and regulatory principles, the risks and how they can be managed, and a roadmap for choosing this technique over others in today's capital market.

Questions To Be Addressed Include:

- What are the key structural and legal issues, and what are the gray areas?
- What are issuers' concerns, and what are the strengths and weaknesses of ABS relative to alternative funding sources?
- What drives ABS ratings? Why does ABS credit quality differ fundamentally from that of corporate bonds?
- Servicing contracts—how do they work? What are the rewards and risks?
- How can one evaluate different collateralized debt obligations (CDOs)?
- Synthetic ABS: How do they really work, and what are their strengths and shortcomings?
- What is whole business securitization? How do banks implement this and other forms of "corporate cash flow financing"?

Who Should Attend

- Risk managers of financial institutions and non-financial businesses
- Portfolio managers of financial institutions
- Investors in Asset-Backed Securities
- Sell-side packagers and analysts in the ABS market
- Regulators who specialize in the ABS market or who would want to become more knowledgeable
- Legal specialists in the ABS market
- Rating industry personnel

**Organization**

**Wednesday, March 1**

<table>
<thead>
<tr>
<th>Morning</th>
<th>Afternoon</th>
</tr>
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<tbody>
<tr>
<td>:: The ABS Market Today</td>
<td>:: Legal Issues and Cost-Benefit Analysis</td>
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<tr>
<td>:: Survey of Structured Finance Techniques,</td>
<td>:: Focus: Asset-Backed Commercial Paper Conduits</td>
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<tr>
<td>and</td>
<td>:: When Things Go Wrong</td>
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<td>When it Makes Sense to Use Them</td>
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<td>:: The Securitization Process</td>
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**Thursday, March 2**

<table>
<thead>
<tr>
<th>Morning</th>
<th>Afternoon</th>
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<tbody>
<tr>
<td>:: Synthetic Structures and Role of Credit</td>
<td>:: Securitization of Rights and Intangibles, and</td>
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<td>Derivatives</td>
<td>Future Flows</td>
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<td>:: Credit-Linked Notes: How They Work</td>
<td>:: Focus: Whole Business Securitization</td>
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<td>:: Focus: CLOs and CBOs</td>
<td>:: Some New Developments</td>
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Program Faculty

Ian Giddy is a Professor of Finance at the Stern School of Business at New York University. In the past he has been Director of the International Product Group at Drexel Burnham Lambert. There, he was responsible for swap-related deals as well as the introduction of several index-linked and other hybrid bond structures for the firm's international clients. He has also held appointments at the Wharton School of the University of Pennsylvania, Columbia University, the University of Michigan, the University of Chicago, and Georgetown University. He has served in the U.S. Government at the Comptroller of the Currency and at the Board of Governors of the Federal Reserve System. During 1980-81 he was on leave as an economist with the International Monetary Fund.

Dr. Giddy has served as a consultant to a number of multinational corporations and financial institutions, including Credit Suisse, Yamaichi Securities, Banca Commerciale Italiana, Barclays, Deutsche Bank, Banco Santander, JP Morgan, First Boston, Morgan Stanley and Citibank. He has lectured in Bangladesh, Belgium, Brazil, Canada, Chile, Estonia, Finland, France, Germany, Greece, Hong Kong, India, Indonesia, Ireland, Italy, Japan, Korea, Latvia, Lebanon, Lithuania, Malaysia, Mexico, the Netherlands, the Peoples Republic of China, Peru, The Philippines, Portugal, Senegal, Singapore, South Africa, Spain, Sweden, Switzerland, Taiwan, Turkey, the United Kingdom and Venezuela. He also worked for three years as Consulting Economist at the Claremont Economics Institute.

Dr. Giddy's twenty-five years of practical and academic experience reflect his interest in international finance, corporate finance, financial markets and risk management. He has participated in studies for the U.S. Treasury, the U.S. Congress and the World Bank, and is the author or co-author of over fifty articles in the field of international finance. These have appeared both in professional journals such as Euromoney and in academic journals such as the Journal of Financial and Quantitative Analysis.


To Register

Please complete the registration form and send it via fax to: (212) 995-4220

Or send it via mail to:

NYU Salomon Center
Stern School of Business
44 West 4th Street, Suite 9-160
New York, NY 10012-11226

Telephone (212) 998-0700
E-mail salomon@stern.nyu.edu

Enrollment in this program is limited and early registration is encouraged.
Special discounts are available to **Stern Alumni, Corporate Associates** of the Salomon Center, members of the **Turnaround Management Association**, and members of **GARP**

<table>
<thead>
<tr>
<th>Program Dates</th>
<th>Cost</th>
<th>Location</th>
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<tr>
<td>March 1-2, 2005</td>
<td>$2250</td>
<td>NYU Stern, 44 West 4th Street</td>
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<td>New York City</td>
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