



AIFMRM

AFRICAN INSTITUTE OF FINANCIAL MARKETS AND RISK MANAGEMENT



Frequently Asked Questions about [Risk Management of Financial Markets](#) at UCT

What is risk management, in the context of financial markets?

Financial risk management is about identifying, quantifying and addressing the various uncertainties inherent in the financial markets. Businesses, especially financial businesses, need to understand and respond to the risks they face. They also need to ensure they do not fall foul of risk-management regulations. Risk management is about both the theoretical soundness and the practical implementation of the relevant techniques.

Why would I do a degree in risk management?

The financial sector has become an increasingly important aspect of the economy, and risk management skills are more and more relevant and in demand. A role in risk management can be a rewarding way to apply your quantitative and problem-solving skills — such roles are usually stimulating and challenging, often lucrative, and provide an opportunity to have an impact on society.

A training in risk management equips you for many different roles in the finance industry, and also provides general, transferrable skills that enhance many different types of career. Risk management graduates find employment in all sectors of the financial services industry: retail and investment banking, asset management, insurance, corporate treasury management, and in the regulatory field.

What is the MCom in Risk Management of Financial Markets?

The [MCom in Risk Management of Financial Markets](#) at UCT is convened by the African Institute of Financial Markets and Risk Management ([AIFMRM](#)) in cooperation with the School of Management Studies. It is a one-year, full-time, professional Master's degree, designed to equip students with the necessary methodological, practical and research skills for financial risk management. The coursework, which constitutes two-thirds of the degree, develops the relevant mathematical, statistical, econometric and computing skills, and applies these to the modelling of complex financial and economic concepts. These are again applied in the research component of the degree, which adds important complimentary skills to the graduates. A complete breakdown of the degree structure can be found on the AIFMRM [website](#), as well as in the Commerce Faculty's Postgraduate Studies Handbook.

What are the entrance requirements for the MCom?

The MCom has been designed to accommodate a wide range of students. Any Honours degree involving first-year mathematics, statistics and economics, or alternatively any degree in engineering, qualifies you to apply for the MCom. Note that applications are due by 30 September for the following academic year.

What if I have no computing skills or knowledge of finance?

Although prior experience is helpful, the necessary finance and computing skills can be fully acquired during the degree. Students without these skills, such as engineers, face an extra challenge in the early part of the degree (which past students have found manageable). Note that the MCom emphasises practical implementation — a significant portion of time is spent in front of a computer, writing and executing computer-based calculations, and working with financial data.

Is the MCom industry relevant?

Yes, the MCom's curriculum has been designed in consultation with AIFMRM's industry partners, ensuring the relevance of the degree's content. AIFMRM is in continual engagement with the financial industry, and students are exposed to developments in the field (through, for example, weekly seminars with industry practitioners). During the winter vacation (between the two semesters), MCom students complete an externship, where, in groups, they work for four weeks with a company in the financial sector, culminating in a report and presentation on their work.

Does the MCom focus more on theory or on application?

In the first semester, there is a focus on building fundamental computing and mathematical skills and a foundation in finance theory. The remainder of the degree then focuses on application: the foundational skills are used to implement risk-management techniques that are relevant to practical situations, often working with real-world data.

How does the MCom experience differ from a typical honours or undergraduate experience?

The degree is more intensive. MCom students have a busy schedule and have to manage several challenging courses, some of which depend heavily on each other. The students learn quickly to develop the maturity and professionalism needed to remain in control of their work. Importantly, learning support is available — the degree is taught by experienced and dedicated lecturers, who are available to assist outside of usual classes, and there are dedicated tutors.

How is the MCom examined/assessed?

Formal exams are the central method of assessing the coursework component of the MCom. However, a large emphasis is also placed on practical tutorials and assignments. These are often done in groups — learning to collaborate with a team is an important aspect of the MCom.

How employable are MCom graduates?

AIFMRM's reputation ensures that its graduates are sought after. Prospective employers are often in direct communication with the MCom class. Representatives from major banks and insurers, for example, visit the Institute and present details about their graduate programmes to the MCom students, often followed by an evening event where more informal discussion can take place. The externship and other industry-related activities give the students exposure to and networking opportunities with practitioners, furthering their chances of securing employment in an area of their choice.

Is there funding available for students?

Unfortunately, we cannot guarantee funding for the degree. However, AIFMRM is financially supported by Nedbank, Old Mutual, ABSA-Barclays, FirstRand, Liberty, Rand Merchant Bank and Standard Bank. Some of the funding is used to buy in the teaching skills and knowledge of practitioners and to enhance the experience of the students. A number of company bursaries or scholarships are exclusively available to students doing

the MCom. Application for these is made after acceptance into the programme. In addition, funding is available from UCT, with many students receiving scholarships based on need or merit.

In recent years we have been successful in getting dedicated bursaries with no-strings-attached from BankSETA. We will make application for these every year that they remain available.

If you have any questions relating to the degree, **please contact the convener:**

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Developing the minds that **shape** the financial industry to advance society
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AIFMRM and the MCom are supported by:

