Practitioner Seminar with Jakob Sidenius, Head of Model Development at Nordea Markets

November 5, 2013 at 15:30 in SP114

Title: **CVA in Derivatives Trading**

Abstract: We give a description of the mechanics of derivatives trading and then delve into the definition and calculation of CVA with details of how to handle collateral, ratings triggers, wrong-way risk and non-standard trades. Then we turn to the practical implications of recognising CVA in accounting, including a discussion of the treatment of unhedgeable credit risk. We conclude with some remarks about the future of CVA.

Literature

J. Gregory: *Counterparty Credit Risk*. Wiley 2010.