
**PRESCRIPTION: 570 INTRODUCTION TO BANKING AND
FINANCIAL SERVICES**

This prescription replaces *170 Fundamentals of Banking*.

ELECTIVE PRESCRIPTION

LEVEL	5
CREDIT	20
VERSION	1
INTRODUCED	2006
AIM	Students will demonstrate an understanding of the structure, customer relationship, products and services of the financial services industry in New Zealand.

PREREQUISITES Nil

ASSESSMENT WEIGHTINGS

Learning outcomes	Assessment weighting %
1. Students will compare and contrast the functions of banks and non-bank financial institutions and their interrelationships.	20
2. Students will analyse the impact of banking law and practices on the banker-customer relationship.	35
3. Students will evaluate the different types of financial products and services offered by the financial services industry to customers.	45
TOTAL	100

All learning outcomes must be evidenced; a 10% aggregate variance is allowed.

ASSESSMENT NOTES

1. Assessment materials should reflect relevant and current legislation, standards, regulations and acknowledged good industry/business practices.

LEARNING OUTCOME ONE

Students will compare and contrast the functions of banks and non-bank financial institutions and their interrelationships.

Key elements

- a) Banks including but not limited to one full service and one other:
 - role of Reserve Bank of New Zealand:
 - registration
 - prudential supervision
 - products and services
 - compliance requirements.
- b) Non-bank financial institutions:
 - products and services
 - compliance requirements.
- c) The evolving interrelationships between the financial services sectors:
 - past
 - present
 - future.

LEARNING OUTCOME TWO

Students will analyse the impact of banking law and practices on the banker-customer relationship.

Key elements

- a) Opening of account.
- b) Operation of account.
- c) Termination of account.
- d) Money laundering:
 - opening of account
 - operation of account.
- e) Code of Banking Practice and Banking Ombudsman.

LEARNING OUTCOME THREE

Students will evaluate the different types of financial products and services offered by the financial services industry to customers.

Key elements

- a) Methods of payment:
 - cheque:
 - operation
 - rules and regulations
 - changing trends
 - clearing system
 - electronic banking:
 - operation
 - rules and regulations
 - changing trends
 - clearing system.
- b) Lending products:
 - operation
 - security.
- c) International ‘over the counter payment’ transactions:
 - operation
 - foreign exchange conversions.
- d) Other financial services:
 - operation of short-term and long-term investments, including superannuation
 - operation of insurance.