

Legal and Security Considerations in Support of Lending Transactions

Comments from past participants

"Informative seminar. Useful for corporate banking."

– Mr. Lim Tze Peng, ING Bank N.V., Singapore.
[Class of April 2009]

"A good course. Managed to acquire a lot of new knowledge on legal and security considerations."

– Ms. Ong Lay Yean Jennifer, DBS Bank Ltd, Singapore.
[Class of July 2009]

"An interesting session which included an in-depth clarification on legal/security considerations in a lending transaction. It allowed me to correct many 'preset' concepts and principles of security considerations."

– Ms. Josephine Ngoh Pei Shan, DBS Bank Ltd, Singapore.
[Class of July 2009]

"The course was well conducted especially for a very dry topic."

– Mr. Teoh Beng Teik Alexander, DBS Bank Ltd, Singapore.
[Class of July 2009]

"Very good facilitator. I now have a detailed understanding of the security structure after this seminar. Enjoyed the seminar very much!"

– Ms. Jasmine Aw, RZB Austria, Singapore Branch, Singapore.
[Class of April 2010]

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"I enjoyed the seminar. I understood it as both our countries are habituated with the common law, so our participation was really enjoyable."

– Mr. Abu Reza Md. Selim, The City Bank Limited, Bangladesh.
[Class of November 2010]

"The content of the seminar was well laid out. Provided me more understanding of the legal terms used and the different meanings attached to it."

– Ms. Farzanah Bte Rahmen, Raiffeisen Bank International AG, Singapore.
[Class of March 2012]

"Adam makes the seminar interesting and it relates to real life cases."

– Ms. Tan Tuan Mui Gertrude, Raiffeisen Bank International AG, Singapore
[Class of March 2012]

"I was expecting this module to be a very dry topic. There was ample use of examples and analogies that make it a lively presentation which clearly highlighted the practical implications."

– Ms. Lee Hui Hsien, DBS Bank Ltd, Singapore
[Class of March 2012]

"Excellent overview of legal doc concept with the right level of depth for attendees with basic to intermediate knowledge of the credit process. Adam was really interactive and made the otherwise dry topic fun to listen to!"

– Ms. Foo Ying Chieh Esther, Credit Agricole Corporate and Investment Bank, Singapore
[Class of March 2012]

"Adam has a way to explain very clearly different topics in an interesting, practical way. Enjoyable. He's very knowledgeable."

– Ms. Yeo Lye Kim, Svenska Handelsbanken, Singapore
[Class of February 2014]

"Happy with the size of the class. Better clarity!"

– Ms. Li Yan, Shanghai Pudong Development Bank, Singapore Branch, Singapore
[Class of April 2019]

"Better in-depth insights on legal terms and documentation procedures. Very friendly and fruitful discussions which solved some existing questions related to corporate banking and accounts."

– Ms. Vicky Goh Qian Wei, Bangkok Bank, Singapore Branch, Singapore
[Class of June 2024]

Highlights

- Determine the need for collateral
- Discussion on types of security and collateral support available
- Establish the adequacy of collateral
- Understand key components of loan agreements
- Review adequacy of loan documents using a review template
- Use loan covenants to mitigate lending risks

Seminar Facilitator
Mr. Adam K. K. Wong, B.Acc, FCPA, Certified Professional Trainer

Seminar Duration
1 Day, 9:00am to 5:00pm

Seminar Background

A compact programme covering key legal and security aspects of lending.

Loans are important assets in a bank's portfolio, besides sound corporate risk evaluation, good credits should have more than one way out for the lenders. Besides taking the right security, understanding the loan agreement structure and incorporating the relevant covenants can help the lender to mitigate its lending risks.

Seminar Content

- **Mitigating the Facility Risk**
 - Security
 - Credit Support
 - Legal Documentation
- **Types of Common Security Taken**
 - Fixed Deposit
 - Stock & Shares
 - Unit Trust
 - Vehicle
 - Machinery
 - Land and Building
 - Methods to Take Security
- **Security Analysis**
 - Elements of Good Collateral
 - Security Appropriate to the Facility Granted
 - Valuation of Security
 - Security Coverage
 - Ranking in Distribution of Realization Proceeds
- **Methods of Taking Security and Key Legal Implication**
 - Fixed Charge
 - Floating Charge
 - Pledge
 - Assignment
 - Mortgage
 - Verification of Security Taken

- **Types of Credit Support**
 - Guarantees
 - Indemnities
 - Letter of Comfort
 - Letter of Awareness
 - Undertakings and Statutory Declarations
 - Negative Pledge
 - Insurance Policies
 - Need for Taking Collateral
 - Types and Characteristics of Collateral
- **Understanding Key Components of a Loan Agreement**
 - Impact of Key Clauses in a Typical Loan Agreement
 - Using a Check List to Review Loan Documentation
- **Loan Covenants and Support**
 - Types of Covenants
 - Objectives
 - Incorporating Covenants to Mitigate Lending Risks

Benefits of Attendance

Upon completion of this programme, participants will:

- Understand the various types of security taken by lenders to mitigate lending risks.
- Be aware of the elements of good security and its valuation.
- Learn the various methods of taking security and the legal implications.
- Understand the types of credit support available and its limitation.
- Know the key components of a loan agreement and the impact of key clauses in a typical loan agreement.
- Use a checklist to review loan documentation.
- Learn how to use loan covenants to mitigate lending risks

Who should attend?

Credit and financial analysts, portfolio managers, credit officers, corporate bankers, commercial bankers, risk managers and analysts.

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Seminar Facilitator

Mr. Adam K. K. Wong is a Business Domain Expert Facilitator with PI ETA Consulting Company. He is also an adjudicator of the Financial Industry Disputes Resolution Centre in Singapore.

Prior to his current appointments, he was a General Manager with Standard Chartered Bank and other international banks with 22 years of successful track record in Cash Management, eCommerce, Corporate Banking and Trade Finance and Small & Medium Enterprises. Having strong strategic orientation and regional exposure in South East Asia and Hong Kong, he is credited with significantly growing global banks' SME assets by 450% and net profit by 140% over a 3-year period in Singapore. He also started a new cash management business for a leading bank in Asia and grew it to a multi-billion business annually.

Adam is a very experienced trainer who has a gift of making complicated subjects simple. He has conducted numerous workshops for banks in Singapore, Hong Kong, Shanghai, Taiwan, Bahrain, Sri Lanka, Vietnam, Indonesia, Malaysia, and Pakistan with consistently good appraisals. He is one of the few successful developers of training programmes accredited under the Institute of Banking and Finance Standards

Mr. Wong is a Fellow Chartered Accountant (Singapore) and a Fellow Certified Public Accountant (Australia). He is also a Certified Credit Risk Management professional, a Certified Professional Trainer and member of the Singapore Institute of Directors.

For more information, please contact PI ETA Engagement Resource (PEER) Group at
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