BSc Actuarial and Financial Mathematics (02133388)

Duration of study	3 years
Total credits	458

Admission requirements

- In order to register NSC/IEB/Cambridge candidates must comply with the minimum requirements for degree studies as well as the minimum requirements for the relevant study programme.
- Life Orientation is excluded in the calculation of the Admission Point Score (APS).
- Grade 11 results are used for the provisional admission of prospective students.
- Final admission is based on the Grade 12 results.

Minimum requirements for 2016								
Achievement level								
Afrikaans or English				**Mathematics**				**APS**
NSC/IEB	HIGCSE	AS-Level	A-Level	NSC/IEB	HIGCSE	AS-Level	A-Level	
5	3	C	C	7	1	A	A	34

Candidates who do not comply with the minimum admission requirements for BSc (Actuarial and Financial Mathematics) and who obtained an APS of 30 to 33 and a minimum of 6 for Mathematics may be considered for admission to BSc (Actuarial and Financial Mathematics) or another degree in Mathematical Sciences based on the results of the NBT.

Other programme-specific information

Students may enrol for AIM 111 and AIM 121 instead of AIM 101 (the same content presented over 2 semesters).

Elective modules: IAS 361, IAS 382, WST 312, WST 322, WTW 320, WTW 382, WTW 383, WTW 386. All 72 elective credits must be on 3rd-year level.

A student must pass all the minimum prescribed and elective module credits as set out at the end of each year within a programme as well as the total required credits to comply with the particular degree programme. Please refer to the curricula of the respective programmes. At least 144 credits must be obtained at 300-/400-level, or otherwise as indicated by curriculum. The minimum module credits needed to comply with degree requirements is set out at the end of each study programme. Subject to the programmes as indicated a maximum of 150 credits will be recognised at 100-level. A student may, in consultation with the Head of Department and subject to the permission by the Dean, select or replace prescribed module credits not indicated in BSc three-year study programmes to the equivalent of a maximum of 36 module credits.

It is important that the total number of prescribed module credits is completed during the course of the study programme. The Dean may, on the recommendation of the Head of Department, approve deviations in this regard. Subject to the programmes as indicated in the respective curricula, a student may not register for more than 75 module credits per semester at first-year level subject to permission by the Dean. A student may be permitted to register for up to 80 module credits in a the first semester during the first year provided that he or she obtained a final mark of no less than 70% for grade 12 Mathematics and achieved an APS of 34 or more in the NSC.

Students who are already in possession of a bachelor’s degree, will not receive credit for modules of which the content overlap with modules from the degree that was already conferred. Credits will not be considered for more than half the credits passed previously for an uncompleted degree. No credits at the final-year or 300- and 400-level will be granted.

The Dean may, on the recommendation of the programme manager, approve deviations with regard to the composition of the study programme.

Please note: Where elective modules are not specified, these may be chosen from any modules appearing in the list of modules.

It remains the student’s responsibility to acertain, prior to registration, whether they comply with the prerequisites of the modules they want to register for.

The prerequisites are listed in the Alphabetical list of modules.

Transitional measures

Transitional measures for Mathematics modules for 2016

- Students who would have registered for any of the degrees BSc in Environmental Sciences, Geography, Geoinformatics, BCom, BCom in Economics/Statistics or BScIT Information and Knowledge Systems prior to 2016, and not successfully completed WTW 114, WTW 126 or WTW 128 will be allowed to register for WTW 134, WTW 146 and WTW 148, respectively.
- Students who would have registered for BSc in Geology prior to 2016, and not successfully completed WTW 114, WTW 126 or WTW 128 will be allowed to register for WTW 158, WTW 164 or WTW 124 or WTW 148, respectively.
- Students who registered prior to 2016, and who failed both WTW 126 and WTW 128 will register for WTW 124 in 2016 if they wish to continue with mathematics at 200 level, or if WTW 126 and WTW 128 are required for their respective degree programmes.
- Students who do not qualify for WTW 146 and WTW 148 in terms of their degree programmes, and failed one of WTW 126 or WTW 128, will be allowed to register for the respective module in 2016, and will attend the relevant lectures and tutorials of WTW 124. They will write separate semester tests and exams, covering just the relevant material from WTW 124.
- Students who registered prior to 2016 and passed WTW 126 but not WTW 128, will be allowed to continue with

WTW 211 and COS 344 in 2016.
- Students who registered prior to 2016 and passed WTW 128 but not WTW 126, will be allowed to continue with the modules WTW 220, IAS 211 and GLY 265 in 2016, if they also meet the additional entry requirements.
- Students who registered prior to 2016, and who failed both WTW 161 and WTW 168 will register for WTW 164 in 2016.
- Students who failed one of WTW 161 or WTW 168, will be allowed to register for the respective module in 2016, and will attend the relevant lectures and tutorials of WTW 164. They will write separate semester tests and exams, covering just the relevant material from WTW 164.

Promotion to next study year

A student will be promoted to the following year of study if he or she passed 100 credits of the prescribed credits for a year of study, unless the Dean on the recommendation of the head of department decides otherwise. A student who does not comply with the requirements for promotion to the following year of study, retains the credit for the modules already passed and may be admitted by the Dean, on recommendation of the head of department, to modules of the following year of study to a maximum of 48 credits, provided that it will fit in with both the lecture and examination timetable.

General promotion requirements in the faculty

All students whose academic progress is not acceptable can be suspended from further studies.

- A student who is excluded from further studies in terms of the stipulations of the abovementioned regulations, will be notified in writing by the Dean or Admissions Committee at the end of the relevant semester.
- A student who has been excluded from further studies may apply in writing to the Admissions Committee of the Faculty of Natural and Agricultural Sciences for re-admission.
- Should the student be re-admitted by the Admissions Committee, strict conditions will be set which the student must comply with in order to proceed with his/her studies.
- Should the student not be re-admitted to further studies by the Admissions Committee, he/she will be informed in writing.
- Students who are not re-admitted by the Admissions Committee have the right to appeal to the Senior Appeals Committee.
- Any decision taken by the Senior Appeals Committee is final.

Pass with distinction

A student obtains his or her degree with distinction if all prescribed modules at 300-level (or higher) are passed in one academic year with a weighted average of at least 75%, and obtain at least a subminimum of 65% in each of the relevant modules.

Curriculum: Year 1

Minimum credits: 150

Fundamental modules

Academic information management 111 (AIM 111)

Module credits	4.00
Service modules	Faculty of Engineering, Built Environment and Information Technology Faculty of Education Faculty of Economic and Management Sciences Faculty of Humanities Faculty of Law Faculty of Health Sciences Faculty of Natural and Agricultural Sciences Faculty of Theology
Prerequisites	No prerequisites.
Contact time	MAMELODI, 2 lectures per week
Language of tuition	Both Afr and Eng
Academic organisation	Information Science
Period of presentation	Semester 1

Module content

Find, evaluate, process, manage and present information resources for academic purposes using appropriate technology.

Academic information management 121 (AIM 121)

Module credits	4.00
Service modules	Faculty of Engineering, Built Environment and Information Technology Faculty of Education Faculty of Economic and Management Sciences Faculty of Humanities Faculty of Law Faculty of Health Sciences Faculty of Natural and Agricultural Sciences Faculty of Theology Faculty of Veterinary Science
Prerequisites	No prerequisites.
Contact time	2 lectures per week, MAMELODI
Language of tuition	Both Afr and Eng
Academic organisation	Information Science
Period of presentation	Semester 2

Module content

Apply effective search strategies in different technological environments. Demonstrate the ethical and fair use of information resources. Integrate 21st-century communications into the management of academic information.

Language and study skills 110 (LST 110)

Module credits	6.00
Service modules	Faculty of Natural and Agricultural Sciences Faculty of Veterinary Science
Prerequisites	No prerequisites.
Contact time	2 lectures per week
Language of tuition	English
Academic organisation	Unit for Academic Literacy
Period of presentation	Semester 1

Module content

The module aims to equip students with the ability to cope with the reading and writing demands of scientific disciplines.

Academic orientation 102 (UPO 102)

Module credits	0.00
Language of tuition	Double Medium
Academic organisation	Natural + Agric Sciences Dean
Period of presentation	Year

Academic information management 102 (AIM 102)

Module credits	6.00
Service modules	Faculty of Education Faculty of Economic and Management Sciences Faculty of Humanities Faculty of Law Faculty of Health Sciences Faculty of Natural and Agricultural Sciences Faculty of Theology Faculty of Veterinary Science
Contact time	2 lectures per week
Language of tuition	Both Afr and Eng
Academic organisation	Information Science
Period of presentation	Semester 2

Module content

Find, evaluate, process, manage and present information resources for academic purposes using appropriate technology. Apply effective search strategies in different technological environments. Demonstrate the ethical and fair use of information resources. Integrate 21st-century communications into the management of academic information.

Core modules

Economics 113 (EKN 113)

Module credits	15.00
Service modules	Faculty of Natural and Agricultural Sciences
Prerequisites	Reg. 1.2 (e)
Contact time	3 lectures per week
Language of tuition	Both Afr and Eng
Academic organisation	Economics
Period of presentation	Semester 1

Module content

Introduction to economics and principles of microeconomics
The scope of economics; the basic theory of demand and supply; price, income and cross elasticity of demand; consumer utility, the utility function and case studies in terms of the utility function; the theory of the firm in the short and long run; market structures, namely the perfect market, monopoly, oligopoly and monopolistic competition; public sector finances; microeconomics versus macroeconomics and economic statistics.

Economics 123 (EKN 123)

Module credits	15.00
Service modules	Faculty of Natural and Agricultural Sciences
Prerequisites	Reg. 1.2 (e); EKN 113 GS
Contact time	3 lectures per week
Language of tuition	Both Afr and Eng
Academic organisation	Economics
Period of presentation	Semester 2

Module content

National income and principles of macroeconomics
The mechanics of national income accounts, the Keynesian macroeconomic model, the money market, demand for money and money supply, money and credit creation and the role of the monetary authorities. The IS-LM model of macroeconomic equilibrium and monetary and fiscal policy applications. The aggregate demand and supply models with the debate between the classical school, the monetarists and the Keynesian school. The problems of inflation and unemployment. Macroeconomic issues, namely macroeconomic policy, international trade, the balance of payments and economic growth.

Mathematical statistics 111 (WST 111)

Module credits	16.00
Service modules	Faculty of Engineering, Built Environment and Information Technology Faculty of Economic and Management Sciences Faculty of Natural and Agricultural Sciences
Prerequisites	At least 5 (60-69%) in Mathematics in the Grade 12 examination
Contact time	4 lectures per week, 1 practical per week
Language of tuition	Both Afr and Eng
Academic organisation	Statistics
Period of presentation	Semester 1

Module content

Characterisation of a set of measurements: Graphical and numerical methods. Random sampling. Probability theory. Discrete and continuous random variables. Probability distributions. Generating functions and moments.

Mathematical statistics 121 (WST 121)

Module credits	16.00
Service modules	Faculty of Engineering, Built Environment and Information Technology Faculty of Economic and Management Sciences Faculty of Natural and Agricultural Sciences
Prerequisites	WST 111 GS or WST 133, 143 and 153
Contact time	1 practical per week, 4 lectures per week
Language of tuition	Both Afr and Eng
Academic organisation	Statistics
Period of presentation	Semester 2

Module content

Sampling distributions and the central limit theorem. Statistical inference: Point and interval estimation. Hypothesis testing with applications in one and two-sample cases. Introductory methods for: Linear regression and correlation, analysis of variance, categorical data analysis and non-parametric statistics. Identification, use, evaluation and interpretation of statistical computer packages and statistical techniques.

Calculus 114 (WTW 114)

Module credits	16.00
Service modules	Faculty of Engineering, Built Environment and Information Technology Faculty of Education Faculty of Economic and Management Sciences Faculty of Humanities
Prerequisites	Refer to Regulation 1.2. Mathematics 60% Grade 12.
Contact time	1 tutorial per week, 4 lectures per week

Language of tuition	Both Afr and Eng
Academic organisation	Mathematics and Applied Maths
Period of presentation	Semester 1

Module content

*This module serves as preparation for students majoring in Mathematics (including all students who intend to enrol for WTW 218 and WTW 220). Students will not be credited for more than one of the following modules for their degree: WTW 114, WTW 158, WTW 134, WTW 165.
Functions, limits and continuity. Differential calculus of single variable functions, rate of change, graph sketching, applications. The mean value theorem, the rule of L'Hospital. Definite and indefinite integrals, evaluating definite integrals using anti-derivatives, the substitution rule.

Numerical analysis 123 (WTW 123)

Module credits	8.00
Service modules	Faculty of Engineering, Built Environment and Information Technology
Prerequisites	WTW 114 GS
Contact time	1 tutorial per week, 2 lectures per week
Language of tuition	Both Afr and Eng
Academic organisation	Mathematics and Applied Maths
Period of presentation	Semester 2

Module content

Non-linear equations, numerical integration, initial value problems for differential equations, systems of linear equations. Algorithms for elementary numerical techniques are derived and implemented in computer programmes. Error estimates and convergence results are treated.

Imperative programming 132 (COS 132)

Module credits	16.00
Service modules	Faculty of Economic and Management Sciences Faculty of Natural and Agricultural Sciences
Prerequisites	APS of 30 and level 5 (60-69%) Mathematics
Contact time	1 tutorial per week, 1 practical per week, 3 lectures per week
Language of tuition	Both Afr and Eng
Academic organisation	Computer Science
Period of presentation	Semester 1

Module content

*Note: All students registered for degrees within the School of IT, excluding the two four year programmes, BIS (Information Science) and BIS (Publishing), need to enrol for this module.
This module introduces imperative computer programming, which is a fundamental building block of computer science. The process of constructing a program for solving a given problem, of editing it, compiling (both manually and automatically), running and debugging it, is covered from the beginning. The aim is to master the elements of a programming language and be able to put them together in order to construct programs using types, control structures, arrays, functions and libraries. An introduction to object orientation will be given. After completing this module, the student should understand the fundamental elements of a program, the importance of good program design and user-friendly interfaces. Students should be able to conduct basic program analysis and write complete elementary programs.

Financial management 112 (FBS 112)

Module credits	10.00
Service modules	Faculty of Natural and Agricultural Sciences
Prerequisites	To be taken concurrently with WST 111
Contact time	3 lectures per week
Language of tuition	English
Academic organisation	Financial Management
Period of presentation	Semester 1

Module content

*Only for BSc (Actuarial and Financial Mathematics and Mathematical Statistics) and BCom (Statistics with option Mathematical Statistics) students.
Key principles of financial management. Company ownership. Taxation. Introduction to financial statements. Structure of financial statements. Depreciation and reserves. Preparing financial statements. Group financial statements and insurance company financial statements. Interpretation of financial statements. Limitation of financial statements. Issue of share capital.

Financial management 122 (FBS 122)

Module credits	10.00
Service modules	Faculty of Natural and Agricultural Sciences
Prerequisites	FBS 112, to be taken concurrently with WST 121
Contact time	3 lectures per week
Language of tuition	English
Academic organisation	Financial Management
Period of presentation	Semester 2

Module content

*Only for BSc (Actuarial and Financial Mathematics; Mathematical Statistics) and BCom (Statistics with option Mathematical Statistics) students.
Financial instruments. Use of financial derivatives. Financial institutions. Time value of money. Component cost of capital. Weighted average cost of capital. Capital structure and dividend policy. Capital project appraisal. Evaluating risky investments.

Mathematics 124 (WTW 124)

Module credits	16.00
Prerequisites	WTW 114
Contact time	4 lectures per week, 1 tutorial per week
Language of tuition	Both Afr and Eng
Academic organisation	Mathematics and Applied Maths
Period of presentation	Semester 2

Module content

*Students will not be credited for more than one of the following modules for their degree:
WTW 124, WTW 146, WTW 148 and WTW 164. This module serves as preparation for students majoring in Mathematics (including all students who intend to enrol for WTW 218, WTW 211 and WTW 220).

The vector space Rn, vector algebra with applications to lines and planes, matrix algebra, systems of linear equations, determinants. Complex numbers and factorisation of polynomials. Integration techniques and applications of integration. The formal definition of a limit. The fundamental theorem of Calculus and applications. Vector functions, polar curves and quadratic curves.

Curriculum: Year 2

Minimum credits: 146

Core modules

Actuarial mathematics 211 (IAS 211)

Module credits	12.00
Service modules	Faculty of Economic and Management Sciences
Prerequisites	WTW 114, WTW 128, WTW 126, WTW 123, WST 111, WST 121
Contact time	1 practical per week, 3 lectures per week
Language of tuition	Both Afr and Eng
Academic organisation	Actuarial Science
Period of presentation	Semester 1

Module content

Accumulation functions, interest, time value of money, compounding periods, cash flow models, equations of value, annuities certain, continuous time application, life tables, derivation of contingent probabilities from life tables, contingent payments, loan schedules, performance measurement, valuation of fixed interest securities..

Actuarial mathematics 221 (IAS 221)

Module credits	12.00
Prerequisites	IAS 211
Contact time	3 lectures per week, 1 practical per week
Language of tuition	Both Afr and Eng
Academic organisation	Actuarial Science
Period of presentation	Semester 2

Module content

Fundamentals of survival models, simple laws of mortality, expectation of life, elementary survival contracts, commutation functions, select and ultimate life tables, life annuities, accumulation and discounting, life insurance, net and gross premiums, reserves, statistical considerations.

Informatics 214 (INF 214)

Module credits	14.00
Service modules	Faculty of Engineering, Built Environment and Information Technology Faculty of Education Faculty of Natural and Agricultural Sciences
Prerequisites	AIM 101 or AIM 111 and AIM 121
Contact time	2 practicals per week, 2 lectures per week
Language of tuition	Both Afr and Eng

Academic organisation	Informatics
Period of presentation	Semester 1

Module content

Database design: the relational model, structured query language (SQL), entity relationship modelling, normalisation, database development life cycle; practical introduction to database design. Databases: advanced entity relationship modelling and normalisation, object-oriented databases, database development life cycle, advanced practical database design.

Mathematical statistics 211 (WST 211)

Module credits	24.00
Service modules	Faculty of Engineering, Built Environment and Information Technology Faculty of Economic and Management Sciences Faculty of Natural and Agricultural Sciences
Prerequisites	WST 111, WST 121, WTW 114 GS and WTW 124 GS
Contact time	2 practicals per week, 4 lectures per week
Language of tuition	Double Medium
Academic organisation	Statistics
Period of presentation	Semester 1

Module content

Set theory. Probability measure functions. Random variables. Distribution functions. Probability mass functions. Density functions. Expected values. Moments. Moment generating functions. Special probability distributions: Bernoulli, binomial, hypergeometric, geometric, negative binomial, Poisson, Poisson process, discrete uniform, uniform, gamma,exponential, Weibull, Pareto, normal. Joint distributions: Multinomial, extended hypergeometric, joint continuous distributions. Marginal distributions. Independent random variables. Conditional distributions. Covariance, correlation. Conditional expected values. Transformation of random variables: Convolution formula. Order statistics. Stochastic convergence: Convergence in distribution. Central limit theorem. Practical applications. Practical statistical modelling and analysis using statistical computer packages and the interpretation of the output.

Mathematical statistics 221 (WST 221)

Module credits	24.00
Service modules	Faculty of Engineering, Built Environment and Information Technology Faculty of Natural and Agricultural Sciences
Prerequisites	WST 211 GS
Contact time	2 practicals per week, 4 lectures per week
Language of tuition	Double Medium
Academic organisation	Statistics
Period of presentation	Semester 2

Module content

Stochastic convergence: Asymptotic normal distributions, convergence in probability. Statistics and sampling distributions: Chi-squared distribution. Distribution of the sample mean and sample variance for random samples from a normal population. T-distribution. F-distribution. Beta distribution. Point estimation: Method of moments. Maximum likelihood estimation. Unbiased estimators. Uniform minimum variance unbiased estimators. Cramer-Rao inequality. Efficiency. Consistency. Asymptotic relative efficiency.
Bayes estimators. Sufficient statistics. Completeness. The exponential class. Confidence intervals. Test of statistical hypotheses. Reliability and survival distributions. Practical applications. Practical statistical modelling and analysis using statistical computer packages and the interpretation of the output.

Linear algebra 211 (WTW 211)

Module credits	12.00
Service modules	Faculty of Engineering, Built Environment and Information Technology Faculty of Education Faculty of Economic and Management Sciences
Prerequisites	WTW 124
Contact time	1 tutorial per week, 2 lectures per week
Language of tuition	Both Afr and Eng
Academic organisation	Mathematics and Applied Maths
Period of presentation	Semester 1

Module content

This is an introduction to linear algebra on Rn. Matrices and linear equations, linear combinations and spans, linear independence, subspaces, basis and dimension, eigenvalues, eigenvectors, similarity and diagonalisation of matrices, linear transformations.

Calculus 218 (WTW 218)

Module credits	12.00
Service modules	Faculty of Engineering, Built Environment and Information Technology Faculty of Education Faculty of Economic and Management Sciences
Prerequisites	WTW 114 and WTW 124
Contact time	1 tutorial per week, 2 lectures per week
Language of tuition	Both Afr and Eng
Academic organisation	Mathematics and Applied Maths
Period of presentation	Semester 1

Module content

Calculus of multivariable functions, directional derivatives. Extrema and Lagrange multipliers. Multiple integrals, polar, cylindrical and spherical coordinates.

Analysis 220 (WTW 220)

Module credits	12.00
Service modules	Faculty of Education Faculty of Economic and Management Sciences
Prerequisites	WTW 114 and WTW 124
Contact time	1 tutorial per week, 2 lectures per week
Language of tuition	Both Afr and Eng
Academic organisation	Mathematics and Applied Maths
Period of presentation	Semester 2

Module content

Properties of real numbers. Analysis of sequences and series of real numbers. Power series and theorems of convergence. The Bolzano-Weierstrass theorem. The intermediate value theorem and analysis of real-valued functions on an interval. The Riemann integral: Existence and properties of the interval.

Differential equations 264 (WTW 264)

Module credits	12.00
Service modules	Faculty of Education Faculty of Economic and Management Sciences
Prerequisites	WTW 114 and WTW 124
Contact time	1 tutorial per week, 2 lectures per week
Language of tuition	English
Academic organisation	Mathematics and Applied Maths
Period of presentation	Semester 2

Module content

*Students will not be credited for both WTW 162 and WTW 264 or both WTW 264 and WTW 286 for their degree.

Theory and solution methods for ordinary differential equations and initial value problems: separable and linear first order equations, linear equations of higher order, systems of linear equations. Laplace transform.

Elective modules

Financial mathematics 282 (IAS 282)

Module credits	12.00
Service modules	Faculty of Economic and Management Sciences
Prerequisites	IAS 211 60%
Contact time	3 lectures per week, 1 practical per week
Language of tuition	English

Academic organisation	Actuarial Science
Period of presentation	Semester 2

Module content

Generalised cash-flow model. The time value of money. Interest rates. Discounting and accumulating. Compound interest functions. Equations of value. Loan schedules. Project appraisal. Investments. Simple compound interest problems. The ''No Arbitrage'' assumption and forward contracts. Term structure of interest rates. Stochastic interest rate models.

Linear algebra 221 (WTW 221)

Module credits	12.00
Service modules	Faculty of Education Faculty of Economic and Management Sciences
Prerequisites	WTW 211
Contact time	1 tutorial per week, 2 lectures per week
Language of tuition	Both Afr and Eng
Academic organisation	Mathematics and Applied Maths
Period of presentation	Semester 2

Module content

Abstract vector spaces, change of basis, matrix representation of linear transformations, orthogonality, diagonalisability of symmetric matrices, some applications.

Curriculum: Final year

Minimum credits: 162

Core modules

Multivariate analysis 311 (WST 311)

Module credits	18.00
Service modules	Faculty of Economic and Management Sciences Faculty of Natural and Agricultural Sciences
Prerequisites	WST 211, WST 221, WTW 211 GS and WTW 218 GS
Contact time	1 practical per week, 2 lectures per week
Language of tuition	Double Medium
Academic organisation	Statistics
Period of presentation	Semester 1

Module content

Multivariate statistical distributions: Moments of a distribution, moment generating functions, independence. Multivariate normal distribution: Conditional distributions, partial and multiple correlations. Multinomial and multivariate Poisson distributions: Asymptotic normality and estimation of parameters. Distribution of quadratic forms in normal variables. Multivariate normal samples: Estimation of the mean vector and covariance matrix, estimation of correlation coefficients, distribution of the sample mean, sample covariance matrix and sample correlation coefficients. The linear model: Models of full rank, least squares estimators, test of hypotheses. Practical applications: Practical statistical modelling and analysis using statistical computer packages and interpretation of the output.

Stochastic processes 312 (WST 312)

Module credits	18.00
Service modules	Faculty of Economic and Management Sciences Faculty of Natural and Agricultural Sciences
Prerequisites	WST 211, WST 221, WTW 211 GS and WTW 218 GS
Contact time	1 practical per week, 2 lectures per week
Language of tuition	Double Medium
Academic organisation	Statistics
Period of presentation	Semester 1

Module content

Definition of a stochastic process. Stationarity. Covariance stationary. Markov property. Random walk. Brownian motion. Markov chains. Chapman-Kolmogorov equations. Recurrent and transient states. First passage time. Occupation times. Markov jump processes. Poisson process. Birth and death processes. Structures of processes. Structure of the time-homogeneous Markov jump process. Applications in insurance. Practical statistical modelling, analysis and simulation using statistical computer packages and the interpretation of the output.

Time-series analysis 321 (WST 321)

Module credits	18.00
Service modules	Faculty of Economic and Management Sciences Faculty of Natural and Agricultural Sciences
Prerequisites	WST 211, WST 221, WST 311 GS, WTW 211 GS and WTW 218 GS
Contact time	1 practical per week, 2 lectures per week
Language of tuition	Double Medium
Academic organisation	Statistics
Period of presentation	Semester 2

Module content

Stationary and non-stationary univariate time-series. Properties of autoregressive moving average (ARMA) and autoregressive integrated moving average (ARIMA) processes. Identification, estimation and diagnostic testing of a time-series model. Forecasting. Multivariate time-series. Practical statistical modelling and analysis using statistical computer packages.

Actuarial statistics 322 (WST 322)

Module credits	18.00
Service modules	Faculty of Economic and Management Sciences Faculty of Natural and Agricultural Sciences
Prerequisites	WST 211, WST 221, WTW 211 GS and WTW 218 GS
Contact time	1 practical per week, 2 lectures per week
Language of tuition	Double Medium
Academic organisation	Statistics
Period of presentation	Semester 2

Module content

Decision theory. Loss distributions. Reinsurance. Risk models. Ruin theory. Credibility theory. Methods to forecast future claim numbers and amounts. The generalised linear model: Exponential family, mean and variance, link functions, deviance and residual analysis, test statistics, log-linear and logit models. Practical statistical modelling and analysis using statistical computer packages.

Analysis 310 (WTW 310)

Module credits	18.00
Service modules	Faculty of Education Faculty of Economic and Management Sciences Faculty of Humanities
Prerequisites	WTW 220
Contact time	2 lectures per week, 1 tutorial per week
Language of tuition	Double Medium

Academic organisation	Mathematics and Applied Maths
Period of presentation	Semester 1

Module content

Topology of finite dimensional spaces: Open and closed sets, compactness, connectedness and completeness. Theorems of Bolzano-Weierstrass and Heine-Borel. Properties of continuous functions and applications. Integration theory for functions of one real variable. Sequences of functions.

Financial engineering 354 (WTW 354)

Module credits	18.00
Service modules	Faculty of Engineering, Built Environment and Information Technology Faculty of Economic and Management Sciences
Prerequisites	WST 211, WTW 211 and WTW 218
Contact time	1 tutorial per week, 2 lectures per week
Language of tuition	Double Medium
Academic organisation	Mathematics and Applied Maths
Period of presentation	Semester 1

Module content

Mean variance portfolio theory. Market equilibrium models such as the capital asset pricing model. Factor models and arbitrage pricing theory. Measures of investment risk. Efficient market hypothesis. Stochastic models of security prices

Financial engineering 364 (WTW 364)

Module credits	18.00
Prerequisites	WST 211, WTW 126, WTW 218 and WTW 286 or WTW 264
Contact time	2 lectures per week, 1 tutorial per week
Language of tuition	English
Academic organisation	Mathematics and Applied Maths
Period of presentation	Semester 2

Module content

Discrete time financial models: Arbitrage and hedging; the binomial model. Continuous time financial models: The Black-Scholes formula; pricing of options and the other derivatives; interest rate models; numerical procedures.

Elective modules

Insurance and actuarial applications 361 (IAS 361)

Module credits	18.00
Prerequisites	IAS 211 and IAS 221

Contact time	3 lectures per week
Language of tuition	English
Academic organisation	Actuarial Science
Period of presentation	Semester 1

Module content

Risk and insurance. Stakeholders and the external environment. Professionalism. Actuaries and the regulatory environment. Insurance products and their providers. Pricing of insurance products. Wider fields of actuarial practice. Reinsurance. New developments in the industry.

Actuarial modelling 382 (IAS 382)

Module credits	20.00
Service modules	Faculty of Economic and Management Sciences
Prerequisites	WST 312 60%
Contact time	1 practical per week, 2 lectures per week
Language of tuition	English
Academic organisation	Actuarial Science
Period of presentation	Semester 2

Module content

Principles of actuarial modelling and stochastic processes. Markov chains and continuous-time Markov jump processes. Simulation of stochastic processes. Survival models and the life table. Estimating the lifetime distribution Fx(t). The Cox regression model. The two-state Markov model. The general Markov model. Binomial and Poisson models. Graduation and statistical tests. Methods of graduation. Exposed to risk. The evaluation of assurances and annuities. Premiums and reserves.

The science of data analytics 353 (STK 353)

Module credits	25.00
Service modules	Faculty of Natural and Agricultural Sciences
Prerequisites	STK 210, STK 220 or WST 211, WST 221
Contact time	1 practical per week, 3 lectures per week
Language of tuition	English
Academic organisation	Statistics
Period of presentation	Semester 2

Module content

Sampling: basic techniques in probability, non-probability, and sampling methods. Designing experiments: experimental and control groups, different data types and relationships. Big and small data: exploring popular trends used in practice. Consultation practice: ethical considerations, study design, data collection and presentation, report writing and presentation. Hands-on application of statistical software and packages to real-life datasets.

Complex analysis 320 (WTW 320)

Module credits	18.00
Service modules	Faculty of Education
Prerequisites	WTW 218 and WTW 220
Contact time	2 lectures per week, 1 tutorial per week
Language of tuition	Double Medium
Academic organisation	Mathematics and Applied Maths
Period of presentation	Semester 2

Module content

Series of functions, power series and Taylor series. Complex functions, Cauchy- Riemann equations, Cauchy's theorem and integral formulas. Laurent series, residue theorem and calculation of real integrals using residues.

Dynamical systems 382 (WTW 382)

Module credits	18.00
Service modules	Faculty of Education Faculty of Economic and Management Sciences
Prerequisites	WTW 218 and WTW 286 or WTW 264
Contact time	1 tutorial per week, 2 lectures per week
Language of tuition	Double Medium
Academic organisation	Mathematics and Applied Maths
Period of presentation	Semester 1

Module content

Matrix exponential function: homogeneous and non-homogeneous linear systems of differential equations. Qualitative analysis of systems: phase portraits, stability, linearisation, energy method and Liapunov's method. Introduction to chaotic systems. Application to real life problems.

Numerical analysis 383 (WTW 383)

Module credits	18.00
Service modules	Faculty of Engineering, Built Environment and Information Technology Faculty of Economic and Management Sciences Faculty of Humanities

Prerequisites	WTW 114, WTW 124 and WTW 211
Contact time	2 lectures per week, 1 practical per week
Language of tuition	Double Medium
Academic organisation	Mathematics and Applied Maths
Period of presentation	Semester 2

Module content

Direct methods for the numerical solution of systems of linear equations, pivoting strategies. Iterative methods for solving systems of linear equations and eigenvalue problems. Iterative methods for solving systems of nonlinear equations. Introduction to optimization. Algorithms for the considered numerical methods are derived and implemented in computer programmes. Complexity of computation is investigated. Error estimates and convergence results are proved.

Partial differential equations 386 (WTW 386)

Module credits	18.00
Service modules	Faculty of Education
Prerequisites	WTW 248 and WTW 286 or WTW 264
Contact time	1 tutorial per week, 2 lectures per week
Language of tuition	Double Medium
Academic organisation	Mathematics and Applied Maths
Period of presentation	Semester 1

Module content

Conservation laws and modelling. Fourier analysis. Heat equation, wave equation and Laplace's equation. Solution methods including Fourier series. Energy and other qualitative methods.

Contingencies 353 (IAS 353)

Module credits	18.00
Prerequisites	IAS 221 60%
Contact time	3 lectures per week
Language of tuition	English
Academic organisation	Actuarial Science
Period of presentation	Semester 2

Module content

The stochastic approach to annuities and assurances involving one of two lives. Definitions, estimation and use of select mortality functions. Multiple decrements and pension funds. Variable benefit, disability, long-term care contracts. Life insurance contracts: expenses and bonuses. Net and gross premiums and reserves for fixed and variable benefit contracts. Discounted emerging cost techniques. Profit testing. Asset shares for life insurance contracts. Alterations to contracts. Costs of guarantees under life insurance contracts. Factors affecting mortality, selection, standardisation. The process of population projection and its main determinants. Valuation of benefits under a disability insurance contract.