Demonstrate knowledge of collateralized mortgage obligations.Including:

Describe a simplified collateralized mortgage obligation structure

Describe sequential pay structuring

Contrast extension risk with contraction risk as it pertains to structuring

Apply a sequential pay tranche to a collateralized mortgage obligation

Describe other types of collateralized mortgage obligations through the structuring of their cash flows

Understand the motivations behind structuring mortgage products

Understand how prepayment speeds can change the valuation of collateralized mortgage obligations

Understand how systematic risk can change the valuation of collateralized mortgage obligations

Describe default risk within commercial collateralized mortgage obligations