Australian Government

FNSCRD515 Respond to corporate insolvency situations

Release: 2

FNSCRD515 Respond to corporate insolvency situations

Modification History

Release	Comments
Release 2	This version first released with FNS Financial Services Training Package Version 7.0. Updated. Correction to error in prerequisite unit code.
Release 1	This version first released with FNS Financial Services Training Package Version 4.0.

Application

This unit describes the skills and knowledge required to determine actions and respond to corporate insolvency and its effect on creditors in an insolvency situation.

The unit applies to individuals who are in managerial and other specialist positions of responsibility who deal with insolvent situations and apply monitoring and reviewing techniques to perform their work.

No licensing, legislative or certification requirements apply to this unit at the time of publication.

Pre-requisite Unit

FNSCRD511 Respond to personal insolvency situations

Unit Sector

Credit management

Elements and Performance Criteria

ELEMENT	PERFORMANCE CRITERIA
Elements describe the essential outcomes.	*Performance criteria describe the performance needed to demonstrate achievement of the element.*
1. Monitor and analyse potential risk of corporate insolvency	1.1 Identify factors in corporate client accounts that may contribute to corporate insolvency 1.2 Analyse potential risk factors and impact on creditor organisation 1.3 Analyse impact of insolvency options that may be taken by

ELEMENT	PERFORMANCE CRITERIA
	liquidator, administrator, receiver or other third party 1.4 Consult with person/s as established in organisational policy and procedures to determine if action is required
2. Determine action	2.1 Evaluate corporate insolvency actions in accordance with legislative rights and obligations of both debtor and creditor 2.2 Implement action according to legislative requirements, and organisational policy and procedures 2.3 Prepare documents required for legal proceedings, if necessary
3. Review circumstances which led to corporate insolvency situation and implement response.	3.1 Determine mechanisms to identify contributing factors 3.2 Evaluate causes of corporate insolvency and review organisational procedures 3.3 Implement recommendations from review

Foundation Skills

This section describes those language, literacy, numeracy and employment skills that are essential to performance but not explicit in the performance criteria.

Skill	Description
Numeracy	• Extracts and evaluates numerical information embedded in a range of texts and formats to assess risk and prepare accurate claim information
Oral communication	• Uses active questioning and listening techniques, initiates points of clarification and uses clear and direct language to establish required actions
Reading	• Interprets and analyses complex information from a range of sources to identify and monitor risk potential and determine relevance to required actions
Writing	• Compiles documents which convey complex financial information required for processes and procedures
Problem solving	• Applies judgement skills for making insolvency risk determinations
Self-management	• Works independently or with others in making decisions to achieve organisational outcomes • Accepts responsibility for planning and sequencing complex tasks and workload

Unit Mapping Information

Supersedes and is equivalent to FNSCRD505 Respond to corporate insolvency situations

Links

Companion Volume Implementation Guide is found on VETNet - https://vetnet.gov.au/Pages/TrainingDocs.aspx?q=c7200cc8-0566-4f04-b76f-e89fd6f102fe