

Integrated Risk Management Program



Date : July 31, 2017 to August 4, 2017

Venue :- Taj Lands End, Bandra (W), Mumbai

Program Outline

Global and Domestic Outlook	<ul style="list-style-type: none"> • Macro economy trends • Monetary policy – recent changes and implications • Outlook on credit growth • Issues raised in GFSR, etc.
Credit Risk Management	<ul style="list-style-type: none"> • Regulatory guidelines and recent developments • Basel capital prescriptions, BCBS guidance on credit risk • Sectoral exposures • Internal v/s External rating • Risk based pricing and use of RAROC • Granting of waivers and concessions • Interchanging of FB and NFB limits • Monitoring of accounts
Project & infrastructure financing - Risk assessment and risk mitigation	<ul style="list-style-type: none"> • Need for specialised skill requirements • Higher uncertainty and risks • Higher LGD due to lack of tangible security • Sector specific risks and their mitigation
Financial distress – Preserving economic value of assets and resolution/recovery	<ul style="list-style-type: none"> • Restructuring / refinancing of assets • Reasons for lack of success in restructuring of assets • CDR, SDR, S4A, 5/25 scheme and subsequent developments • Recent developments relating to Securitisation and DRTs • IBC – issues and challenges
Managing Credit Concentration Risk	<ul style="list-style-type: none"> • HHI, etc. • Case example/Excel demonstration
Securitization of assets and Credit Derivatives	Credit Default Swaps (CDS) basics and pricing (including excel demonstration)
Credit risk measurement	(Estimating default probability (PD), Loss-given-default (LGD), Expected Loss (EL) and Unexpected Loss (UL) from data) (including excel demonstration)
Implementation of Ind AS 109	<ul style="list-style-type: none"> • Expected Credit Losses • Significant Increase in credit risk and implications
Market Risk Management	<ul style="list-style-type: none"> • Dealing room operations and Internal Control Guidelines • Use of interest rate and forex derivatives • Transfer pricing as a tool for risk management
Liquidity Risk Management	<ul style="list-style-type: none"> • Liquidity Prescriptions • ALM issues • Liquidity Standards - LCR, NSFR and Monitoring Tools

Duration for Interest rate risk	Measurement (including excel demonstration)
Value-at-Risk	Using credit and interest rate risk (including excel demonstration)
Operational Risk Management	<ul style="list-style-type: none"> • Regulatory guidelines and issues • Capital for operational risk • Sound principles for operational risk management
Fraud risk management	<ul style="list-style-type: none"> • Credit & forex frauds – modalities and how to minimize these risks? • Red flagging of accounts
Risks in Information Technology environment and cyber risk, FINCERT	
Operational risk management / measurement – issues and challenges	
Capturing Pillar 2 risks	<ul style="list-style-type: none"> • ICAAP • SREP
Managing other risks	<ul style="list-style-type: none"> • Regulatory compliance • Conduct risk • KYC & AML • Governance and Business Strategy
Stress Testing	(Sensitivity analysis and scenario testing) for Credit risk, Interest rate risk and natural catastrophe risk including Excel demonstration
Integrated approach to risk management	<ul style="list-style-type: none"> • Risk Management Architecture • Role of Chief Risk Officer • RAROC • Return on Capital Committed
International Banking Developments	<ul style="list-style-type: none"> • Dodd Frank Act and others • BCBS & FSB developments - recent work relating to banking regulation <ul style="list-style-type: none"> I. Capital related issues II. Addressing TBTF - Systemically important banks
Risk Based Supervision	Risk management in banks and Risk Based Supervision: Supervisory Expectations