

Programme on Operational Risk Management under Basel Regime

June 5 – 8, 2018



Coordinator
Dr Richa Verma Bajaj



National Institute of Bank Management
Pune, India

Programme on Operational Risk Management under Basel Regime

Operational risk management has evolved as an integral part in the business management strategies of banks in the international arena. It is embedded in every activity, product or process of a bank. An individual bank's approach to manage operational risk will depend on a range of factors, including its size and sophistication and the nature and complexity of its activities. Operational risk, over the years, has increased due to the adoption of financial technology which has been changing rapidly, globalization of financial services, and outsourcing/off-shoring of operations and processes. The awareness of operational risk and efforts to manage the same is also gaining stronger grounds in Indian banks in the recent years. This is driven partly by an increasing desire to improve operating efficiency, reduce earnings volatility, and finally to rationalize the allocation of capital between competing business uses.

The Basel II/RBI Framework presents three methods for calculating operational risk capital charge in a continuum of increasing sophistication and risk sensitivity: (i) the Basic Indicator Approach (BIA); (ii) the Standardised Approach (TSA)/ Alternative Standardised Approach (ASA); and (iii) Advanced Measurement Approaches (AMA). Bill Coen, the Secretary General of the Basel Committee on Banking Supervision (BCBS), surprised many industry participants with comments he made about the Advanced Measurement Approach for Operational Risk (AMA) in an interview in early October 2015 that "the AMA has not worked as intended". In March 2016, Basel Committee issued consultative document on "Standardized Measurement Approach (SMA) for Operational Risk", which provides a single non-model-based method for the estimation of operational risk capital. In December 2017, Basel committee issued "The standardised approach (SA) of Operational Risk under Basel III for measuring minimum operational risk capital requirements, which replaces all existing approaches in the Basel II framework.

Given this background, this programme is designed to equip banks with global best practices in management of operational risk and to discuss about the various issues and challenges involved in implementation of the above mentioned approaches.

Programme Coverage

- ❑ Operational Risk Taxonomies Under Basel II
- ❑ Basel II Capital Standards in Different Approaches
 - Transition from Basic Indicator Approach to Standardized Approach under Basel III
- ❑ MIS for Operational Risk
- ❑ Issues and Challenges in Loss Data Collection and Utilisation
- ❑ Measurement of Operational Risk
 - Scenario Analysis
 - Definition of Internal Loss Data Collection Threshold
- ❑ Management of Operational Risk
 - Bank Frauds: Preventive Aspects
 - Cyber Risk Management
 - Outsourcing Risk Management
 - BCP and Disaster Recovery
 - Anti-Money Laundering
 - Six Sigma and Operational Risk Management

Participation

The programme intends to reach out to the Middle and Senior level Executives of Banks & Financial Institutions in various functional areas who are interested in Operational Risk Management. Compliance Officers and Internal Auditors who need to equip themselves in this area are also welcome to participate.

Dates

June 5 – 8, 2018

The programme will commence on June 5 at 9.00 a m and conclude by 5.00 p m on June 8, 2018. Participants are requested to reach NIBM Campus by the evening of June 4, 2018.

Venue

NIBM Campus, Kondhwe Khurd
Pune, India.

Accommodation

The programme is fully residential. Participants will be provided well-furnished single room AC accommodation in the Institute's hostel complex on the campus. However, they will not be permitted to bring their family members to stay on the campus. In case any Officer/Executive with physical/medical disability is being nominated, kindly inform us in advance with particulars of disability to facilitate necessary arrangements.

The Institute has facilities for outdoor and indoor games and a large walking/jogging trail for physical fitness besides a yoga centre. Participants are therefore encouraged to bring appropriate clothes/gear.

Programme Coordinator

Dr Richa Verma Bajaj
Assistant Professor

(Finance Area Group)

**Last Date for Receiving
Nominations:**
May 26, 2018

**Last Date for
Availing Early Bird Incentive of 5%:**
May 21, 2018
(See fee structure on
home page of the website)

Nominations and Enquiries

Please address your enquiries and
nominations to:

Dr Richa Verma Bajaj
Programme Coordinator
National Institute of Bank Management
NIBM Post Office, KondhweKhurd
Pune 411 048 (INDIA)

Tel. : 0091-20-26716000 (EPABX)
0091-20-26716320 (Direct)

Fax : 0091-20-26834478

E-mail : richa@nibmindia.org

For further details, visit us at Website :
www.nibmindia.org

Programme Fee (per participant)

US \$ 1600 for foreign participant

(See fee structure on home page of the website for incentive)

	Fee	GST	Fee+GST	TDS
Member Banks :	36000	6480	42480	3600
Non-Member Banks :	42000	7560	49560	4200

The fee includes the cost of tuition, board and lodging facilities, teaching material, etc. (Goods and Services Tax (GST) @ 18% and TDS @ 10%. Kindly send the TDS Certificate on priority to NIBM).

Mode of Payment for Indian Participants

- The fee may preferably be transferred by RTGS/NEFT/ECS to our A/c No. 20002400021 with Bank of Maharashtra, NIBM Branch, Pune (IFSC Code MAHB0001124). NIBM PAN No. AAATN0040P and GSTIN No. 27AAATN0040P1ZJ.
- National Institute of Bank Management
NIBM Post Office, Kondhwe Khurd, Pune 411 048, INDIA.

Mode of Payment for Foreign Participants

Mode of Remittance: SWIFT*

1. Name & Address of our Bankers : **Oriental Bank of Commerce
C-2, Shop No. 4-5, Bramha Estate
Kondhwe Khurd, Pune 411 048
Maharashtra, India**
2. Name of the Account : **National Institute of Bank Management**
3. NIBM's Bank Account No.
with Oriental Bank of Commerce : **Current A/C 11281131004402**
4. Bank's Swift Code : **ORBCINBBFCP**
5. Oriental Bank of Commerce A/c No.
with Correspondent Bank : **36152559**
6. Preferred currency : **USD**
7. Correspondent Bank : **CITIBANK N.A.**
8. Swift code for Citi Bank : **CITIUS33**

*** The Foreign Bank
Charges/ SWIFT
charges/Commission
is to be borne by the
remitter. The fees
mentioned in the
invoice/brochure is to
be paid to NIBM, net
of all bank charges.**

***Payments will be accepted only through electronic mode.
Cheques/DDs/Pay Orders will not be accepted.**

- **For all electronic remittances, kindly send a confirmatory e-mail at: accounts@nibmindia.org giving details of the remitter and participant, name and dates of programme, etc.**

Please see programme fee structure on home page of the website for early bird incentive, incentives for SAARC and other developing countries, mode of remittance, Pune City route map and local conveyance.