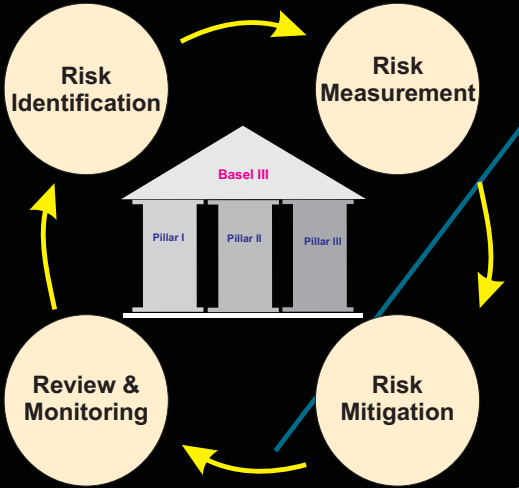


Risk Management

Step 1

Step 2



Coordinators

Dr Arindam Bandyopadhyay
Dr Tasneem Chherawala

Programme on

Integrated Risk Management under Final Basel III Framework

January 07 – 11, 2019



National Institute of Bank Management
Pune, India

Background

In the wake of financial crisis over the past few years, the banking industry including the regulators has understood that financial risks are highly interdependent and may have spillover effects on multiple asset classes. An integrated framework is thus essential for managing these multidimensional and interrelated risks. The top management of banks and FIs need to think strategically about how to manage the increasing volatility, and complexity of financial markets. Integrated Risk Management (IRM) is a continuous, proactive and systematic process to understand, manage and communicate risk from an organization-wide perspective. Accordingly, estimation of credit, market and operational risks; and management of certain pillar 2 risks (such as concentration risk, reputation risk) are important. Under the Enterprise Risk Management (ERM) Framework, management considers how individual risks interrelate and develops a portfolio view at business and entity level. An effective forward looking integrated risk management framework helps an entity to accelerate growth and enhance performance through its continued use.

The IRM concept has evolved in banking sector to deal with various types of risks confronted by banks at one place. It is about making strategic decisions that contribute to the achievement of an organization's overall corporate objectives. The goal of integrated risk management in a bank is to measure and manage risk and capital across the range of diverse business activities at an organizational level. In this context, Risk Adjusted Return On Capital (RAROC) and Economic Value Added (EVA) are two powerful risk-adjusted performance measurement tools that assist banks and FIs, both in measuring solvency and evaluating performance of different business activities. The implementation of RAROC framework requires strong foundations of risk measurement, integration of risks and a sound Funds-Transfer-Pricing (FTP) system. Its implementation can strengthen the decision-making process, enhance the process to incentivize the performance of business units and improve the product pricing process. Thus, the IRM framework contributes to business growth of a bank.

Objective

This specially designed programme aims at improving the participants understanding on various risk assessment techniques, economic capital computation methods, tools for capturing risk overlaps and develops knowledge to study the effect of risk on performance, business strategy and reputation of a Bank. The programme will assist the banks to measure and understand the risk and return in their banking business and ways to manage both which is the ultimate goal of risk management on an integrated basis. Interactive sessions by NIBM faculties as well as industry experts will provide practical inputs to enhance participants understanding of the Integrated risk management framework under Basel III and its linkage with managing business performance, portfolio diversification and capital allocation.

Method/Pedagogy

The programme will include classroom teaching, discussion of cases, hands on exercises and experience sharing by risk experts and regulator.

Coverage

The broad topics covered during the course of the programme are:

Evolution of Integrated Risk Management Framework

Traditional Approach & Modern COSO Framework

Risk Management for Value Creation

☞ **Basel Regulation**

- Understanding Basel III and its relevance for risk management
- Basel III Framework and Regulatory Requirements for Capital Computation
- Basel III Capital Instruments
- Basel III Liquidity Standards

☞ **ALM and Market Risk**

- Management of Interest Rate Risk in Banking Book
- Value at Risk Measures for Market Risk
- Liquidity Risk Management
- Stress Testing

☞ **Credit Risk**

- Major Drivers of Credit Risk & Forward Looking Models
- Management of Portfolio Credit Risk-Default Correlation and Risk Contributions
- Portfolio Credit Risk Models
- Portfolio Monitoring Techniques
- IRB Approaches vs. Standardized Approach
- Credit VaR and Stress Testing Techniques

☞ **Operational Risk**

- Operational Risk Management Framework
- KRIs and RCSA
- Approaches to Measure Operational Risk Capital

☞ **Methods & Process for Integration of Risks**

- Risk Overlaps and Correlation Analysis
- Integrated VaR
- Fund Transfer Pricing Methods

☞ **Economic Capital and RAROC**

- Capital Budgeting under Basel III Framework
- Business Planning and Capital Planning

Target Group

This programme is meant for middle and senior level officers of banks and financial institutions in Risk Management, ALM, Portfolio Management and Planning Departments. Risk Management professionals and can also attend the programme.

Dates

January 07 – 11, 2019

The Programme will begin at 9.00 am on January 07 and will conclude by 4.00 pm on January 11, 2019.

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 Coordinators

Dr Arindam Bandyopadhyay

Associate Professor

Associate Dean (Consultancy)

Dr Tasneem Chherawala

Assistant Professor

(Finance Area Group)

Last Date for

Receiving Nominations:

December 28, 2018

Last Date for

Availing Early Bird Incentive of 5%:

December 22, 2018

(See fee structure on home page of the website)

Nominations and Enquiries

Please address your enquiries and nominations to:

Dr Arindam Bandyopadhyay

Dr Tasneem Chherawala

Programme Coordinators

National Institute of Bank Management

NIBM Post Office, Kondhwe Khurd

Pune 411 048, India.

Tel. : 0091-20-26716000 (EPABX)

0091-20-26716311 (Direct)

0091-20-26716124 (Direct)

Mobile no : 8551032624, 9850016292

Fax : 0091-20-26834478

E-mail : arindam@nibmindia.org

tasneem@nibmindia.org

Website : www.nibmindia.org

Programme Fee (per participant)

US \$ 2000 for foreign participant

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

	Fee	GST	Fee+ GST	TDS
Member Banks :	42000	7560	49560	4200
Non-Member Banks :	49200	8856	58056	4920

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 NIBM 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. : Current A/C 11281131004402
with Oriental Bank of Commerce
4. Bank's Swift Code : ORBCINBBFCP
5. Oriental Bank of Commerce A/c No. : 36152559
with Correspondent Bank
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 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.