

Pillar 1: Internal Rating-Based Approach for Credit Risk (IRBA)

OVERVIEW:

The Internal Rating-based approach is the main element to make the RWA framework more risk-sensitive and align it to internal practices. Due to heterogenous approval practices across countries, IRBA practices have diverged. Recently, regulators (EBA) and supervisors (ECB) have put extra efforts to realign and homogenise IRBA approaches.

This seminar provides an overview on the analytical and processual building blocks of an IRBA framework, its mechanics, challenges and new requirements introduced for re-alignment.

After the seminar, participants will be familiar with the current state of IRBA and its embedment into internal regulatory management.

AGENDA OUTLINE:

1 Day Seminar – please refer following slide

WHO SHOULD ATTEND:

We believe that this seminar is most useful for participants from:

- Regulatory reporting/ affairs
- Risk and regulatory consultants
- Risk controlling
- Internal audit
- Credit risk control
- Treasury
- Supervisors

SEMINAR FORMAT:

- This seminar will be conducted in English
- This session will be conducted via Microsoft Teams. On completion of your registration you will receive a link to the meeting

COURSE MATERIAL:

- Sessions are recorded and could be obtained on request at the end of the seminar
- Trainers presentation slide decks could be obtained on request at the end of the seminar
- Certificates will be awarded at the completion of the seminar

CERTIFICATE:

- Certificates will be emailed to the participants on completion of the seminar



1 DAY

Pillar 1: Internal Rating-Based Approach for Credit Risk (IRBA)	
09:00	<ol style="list-style-type: none"> 1. Mechanics of IRBA 2. F-/ A-IRB (Basel IV: prohibition of certain A-/F-IRBs)
10:30	<ol style="list-style-type: none"> 3. Business case or no business case: the output floor
Morning coffee break	
10:45	<ol style="list-style-type: none"> 4. Overview: from own loss history to approved IRBA 5. General requirements (incl. minimum coverage, partial use)
12:15	<ol style="list-style-type: none"> 6. Requirements on PD model
Lunch	
13:30	<ol style="list-style-type: none"> 7. Requirements on LGD model 8. Requirements on Credit Conversation model
15:00	<ol style="list-style-type: none"> 9. Calculations for a small sample bank 10. Dealing with expected loss/ interaction with IFRS 9
Afternoon coffee break	
15:15	<ol style="list-style-type: none"> 11. IRBA 2.0: New EBA requirements for risk parameters 12. IRBA Benchmark analyses
17:00	<ol style="list-style-type: none"> 13. Summary