

Assessing CPS 220: APRA's new risk framework requirements

CONTINUING EDUCATION: 5.25 REGULATION & COMPLIANCE CE HOURS

The Australian Prudential Regulation Authority's Prudential Standard CPS 220 Risk Management commenced on 1 January 2015. What does the standard include? Who is caught by it? And what does it mean in practice for the Board of an ADI? This workshop includes the revisions to the standard made by APRA in October 2014.

This workshop discusses the elements of CPS 220, its intention as a framework and the intricacies and ambiguities of its requirements. It also addresses the cross-linkages between the standard and an ADI's ICAAP, strategy and business plan. Recent statements made by APRA are considered and participants are encouraged to explore areas of concern.

Presented by one of AFMA's most popular workshop facilitators, this practical, half-day course will help you to understand the impact of CPS 220 on your firm and how to plan for its changes.

Susan is a non-executive Director of Heritage Bank, Australia's largest customer-owned bank, and Chair of its Board-level Risk Committee—so she has direct experience of the practical implications of these changes.

WHAT YOU'LL LEARN

- » Identify the core objectives of CPS 220 and what it seeks to improve
- » Discuss the key initiatives in the standard and what they mean in practice
- » Describe the standard's high-level impacts on your firm's risk management practices and those of your counterparties
- » Determine the likely changes to your current work practices.

WHO SHOULD ATTEND?

This workshop is suitable for individuals in both the banking and insurance sectors:

- » Head of Treasury/Treasury managers
- » Senior executives
- » COOs & CFOs
- » Board members
- » Responsible persons
- » Internal auditors
- » Legal counsel
- » Chief risk officer/Senior risk managers
- » Group finance staff
- » Group treasury staff
- » Group risk staff

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AGENDA

Key concepts and definitions

- » Prudential standard CPS 220 – who it covers
- » Risk governance and risk culture
- » ICAAP and managing risk
- » Risk standard or framework? ISO 31000 and Basel III
- » Risk categories
- » Risk as a positive concept
- » The risk register
- » Defining risk appetite at the Board level

CPS 220 in detail

- » Role of the Board – need for evidence
- » Group risk management—group cross-risk interacting
- » Risk management framework—what must it include?
- » Management information systems—how to handle uncertainties
- » Material risks explained—what about reputational risk?
- » Risk appetite/risk tolerance
- » The risk management strategy
- » Links to the business plan

Policies and procedures

- » What APRA requires — and taking it further
- » Writing effective policies and procedures
- » KRIs and risk tolerances—and in stressed conditions

Risk management function

- » Chief risk officer—critical lines of authority
- » Chief risk officer—ensuring the right fit
- » The compliance function
- » Reviewing the risk management framework
- » The role of audit

Risk management declaration

- » Notification requirements to APRA—what if something is not addressed? or if something has gone wrong?

Ongoing developments with the Regulator

- » Risk governance—the Board's role, effective reporting against policies, embedding the risk appetite
- » Promoting and reinforcing the risk culture
- » Embracing values
- » Questions the Board can ask

REGISTRATION FORM



PERSONAL DETAILS

Dr Mr Ms

Name _____ Surname _____

Position _____

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FEE PER COURSE

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WORKSHOP DATES & LOCATIONS

Please refer to www.afma.com.au for latest workshop dates & times.

Preferred date: _____

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