

Risk Management and Audit > Risk Control and Mitigation

Title	Evaluate the effectiveness of risk management of the bank
Code	106698L5
Range	Conducting evaluation on risk management measures by employing different methods. This applies to different types of risks and business processes of the bank.
Level	5
Credit	4 (for reference only)
Competency	<p>Performance Requirements</p> <ol style="list-style-type: none"> 1. Possess professional knowledge in risk management <p>Be able to:</p> <ul style="list-style-type: none"> • Demonstrate comprehensive and professional knowledge in risk management in order to adopt a suitable approach in conducting the evaluation • Demonstrate proficient knowledge in operations, products and services in banking in order to evaluate the effectiveness of risk management practices • Conduct review on the macroeconomic environment to determine whether assumptions of the risk measurement and management plans are still valid • Conduct review to ensure risk management measures aligned with regulatory requirements 2. Assess the impacts of various risk management measures <p>Be able to:</p> <ul style="list-style-type: none"> • Evaluate and compare actual results of risk management measures against the projected results in order to evaluate the accuracy of the risk measurement models • Review the risk profile to evaluate the impacts on business activities of different risk management measures • Analyze existing or potential risk concentrations and recommend different alternatives of risk management measures to address the issues 3. Provide recommendations for future improvement <p>Be able to:</p> <ul style="list-style-type: none"> • Evaluate practical and conceptual limitations of risk management methods and models for identifying measures to improve the current risk management practices • Conduct risk reassessment to periodically review risk management plans and make necessary amendments in response to the changing environment
Assessment Criteria	<p>The integral outcome requirements of this UoC are:</p> <ul style="list-style-type: none"> • Evaluation on different risk management measures to specify results obtained and areas of improvement. These should be based on analysis on changes in risk profiles and/or other indicators.
Remark	