

Executive Education Masterclass

Liquidity Risk Management

22 March 2011

9:30am – 5:00pm



An intensive Masterclass that will provide an update on the latest requirements and implications of the new FSA regulatory regime on liquidity risk.

Benefits of attending:

- Equip yourself with the latest thinking on liquidity risk
- Understand the new liquidity rules and the details and implications of their implementation
- Gain insight into how firms will have to forecast, control and stress their liquidity sources and uses

Liquidity Risk Management

Overview

The new UK liquidity regulation regime is now fully in place, with the exception of the outcome of some modification applications.

However many financial institutions have struggled with the tight compliance deadlines and are embarking on enhancement programmes in order to further embed processes and systems.

Others are still coming to terms with the fact that liquidity self-sufficiency in the BIPRU 12 sense will mean far-reaching changes to their funding arrangements and, in some cases, the business model itself.

It is also necessary in many cases to further broaden the liquidity risk management knowledge base within the institution.

While acknowledging the ultimate need to harmonise with 'Basel III' liquidity risk requirement, the FSA has made it clear that in the meantime there will be 'regulatory consequences' for non-compliance with applicable BIPRU 12 standards and has emphasised the point via Dear CEO and Dear Treasurer letters.

It is therefore critical that firms subject to BIPRU 12 requirements have a full appreciation of what the regulations mean, for them, and how best to gain assurance of comprehensive compliance with this radical regulatory reform.

Learning outcomes

As a result of this Masterclass, participants will:

- understand liquidity risk management lessons learned from the financial crisis
- appreciate the constituent elements of an ILAA and the crucial importance of liquidity risk pricing, stress-testing and related disciplines
- see how technology has a role to play in supporting firms to improve business intelligence and meet regulatory requirements

Programme agenda

- Review of the financial crisis, the credit crunch and BIPRU 12
- Definitional issues and lessons learnt from BIPRU 12 implementation
- Liquidity risk management in a BIPRU 12- and SYSC 20-compliant institution
- Board responsibilities
- Strategies, policies and processes
- Funding strategy
- Liquidity risk tolerance/appetite statements
- Contingency Funding Plans
- Stress-testing and reverse stress-testing
- Pricing liquidity risk/funds transfer pricing
- The link between liquidity and capital: ICAAP-ILAA harmonisation
- ILAA enhancements

Who should attend?

This Masterclass will be of particular interest to senior and middle management from the following areas:

- Liquidity Management
- Basel Programme
- Compliance
- Internal Audit
- Accounting
- Treasury
- Risk
- Capital Management
- Financial Control
- Regulatory Reporting
- Credit Control

About your trainer...

Paul Ashton



Paul has deep experience as both a practitioner and consultant. Currently Head of Consulting for KnowCo, a specialist GRC consulting and solutions firm, he was previously Head of Consulting for Quadrant Risk Management, prior to which he held senior positions at GE Capital, United Bank of Kuwait, Citibank and Arbuthnot Latham Merchant Bank. Since late 2008 Paul has supported many UK institutions in the pragmatic adoption and implementation of BIPRU 12.

Location

ifs School of Finance, 8th Floor, Peninsular House, 36 Monument Street, London EC3R 8LJ, United Kingdom

How to book

Please return your completed registration form (attached) to the Events team, *ifs* School of Finance, 8th Floor, Peninsular House, 36 Monument Street, London EC3R 8LJ, United Kingdom.

Alternatively please contact +44 (0) 20 7337 6286, email executiveeducation@ifslearning.ac.uk or book online at www.ifslearning.ac.uk/executiveeducation.

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