

# Beyond Compliance: Extending the Value of Risk and Finance Insights Strategically

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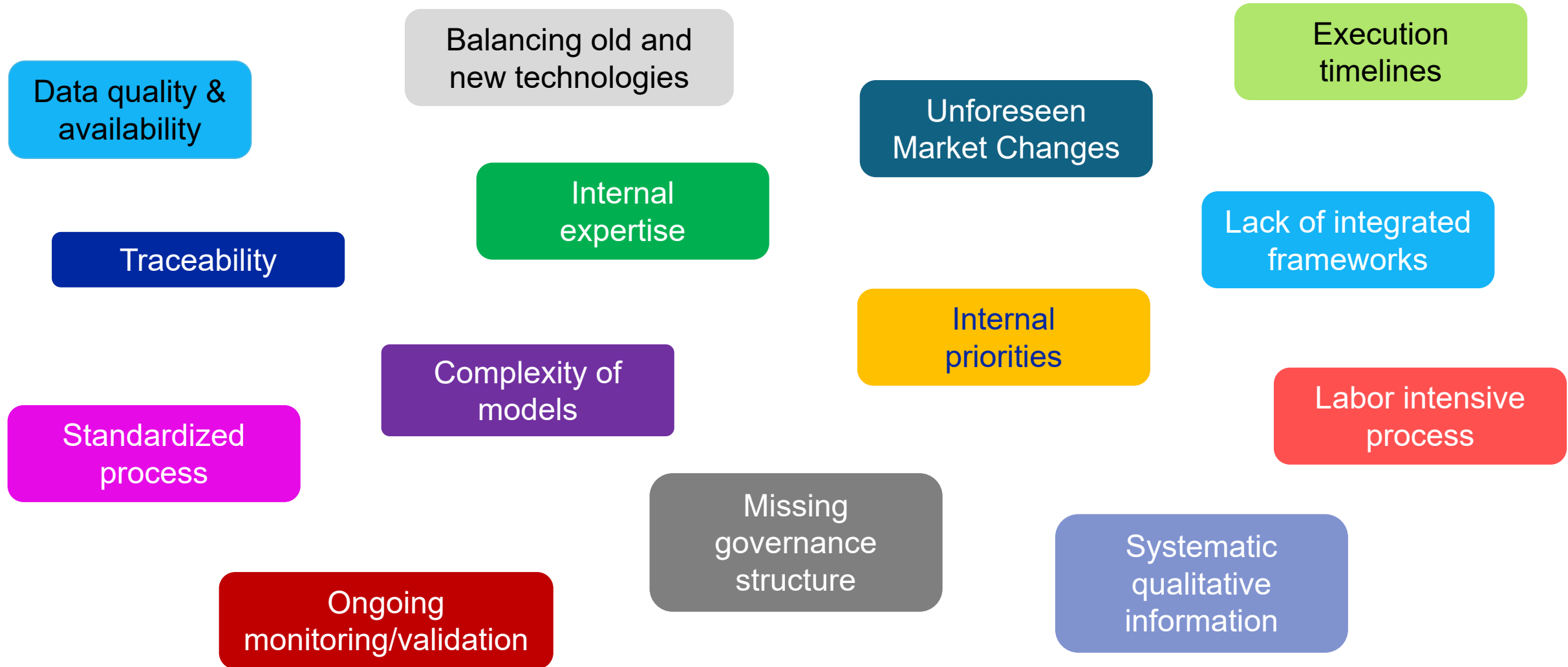
# Agenda

1. Risk Management Vision
2. Peer Roundtable Discussion
3. Key Take-Aways & Best Practices

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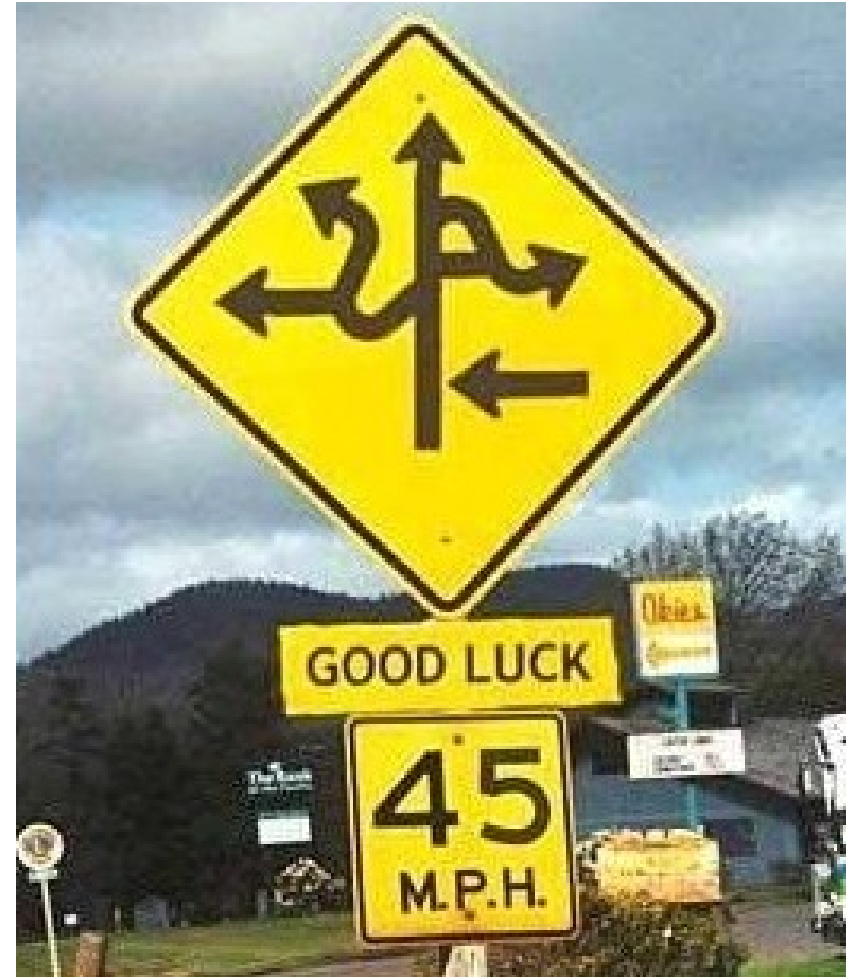
Risk Management Vision  
(current and future state)

# What are some of today's risk management concerns?



# And that is not all...

**Persistent changes in regulation, accounting standards, and technology have left many firms struggling to develop internally consistent risk and financial planning solutions**



# Trends in Credit Portfolio Management

- » Banks are increasingly trying to integrate regulatory and economic capital for business decision making
- » Clients are interested in understanding the impact of IFRS9 & CECL on portfolio composition as well as pricing
- » Most of our customers are reviewing their technology plans looking to lower their total cost of ownership and foster seamless integration



# The 'perfect' world beyond compliance



The impact from regulatory compliance practices lead to transformation of models, innovation and growth

**Data-driven requirement** brings greater objectivity, while improving process accuracy and consistency.

**Confidence in employing data-driven decision-making** improves process efficiency, customer experience and ultimately drives towards greater competitive advantage.

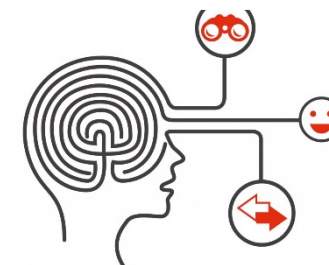
**Granularity and precision** in calculating reserves should allow to free up money for revenue-generating investments.



Foster  
Collaboration



Strengthen  
Governance



Improve  
Decision Making



Support Growth



Integrated  
Processes



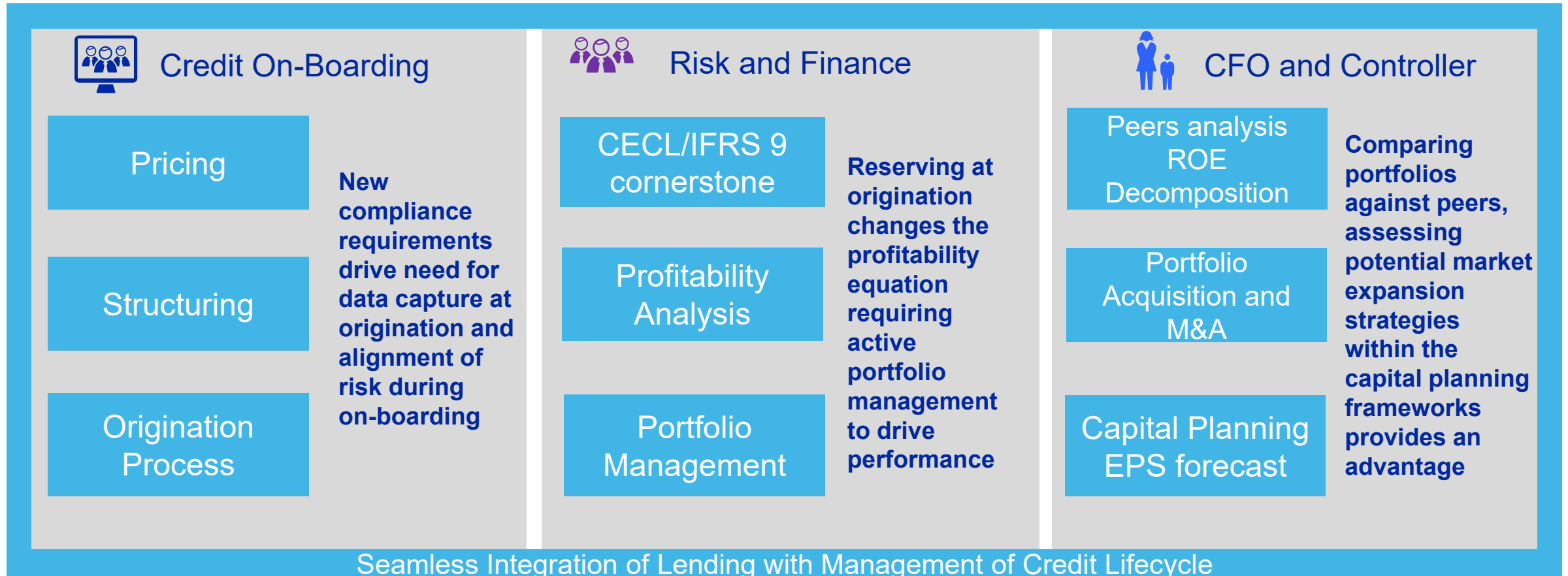
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## Take-Aways & Best Practices

# The changing business of lending landscape



Connected risk management value across the credit life cycle



# Practices supporting strategic risk management



## Documentation of Metadata

Critical to referencing, accessing, and consuming data and models

## Data Availability

Understand how data is generated and data availability for model development

## Monitoring & Validation

Document the evolution of your models and how they perform

## Technology

Balance the cost of storage the data, performance requirements and tools to optimize practices

## Model Compliance

Frameworks that define your organization's compliance standards relevant to business processes

## Model Scope

Document models for model transparency and purpose





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