

5 June 2015

Location: European Banking Authority
Floor 46 (Room: Picasso)
One Canada Square
Canary Wharf
E14 5AA
London

Seminar: ‘Common European SREP framework. EBA Guidelines on SREP’

Agenda

Day 1. 11 June 2015 (09:30 – 16:30)

Registration and coffee	09:00 – 09:30
1. Welcome and Introductory remarks	09:30 – 09:45
<i>Adam Farkas, EBA, Executive Director</i>	
2. Overview of EBA Guidelines on common SREP procedures and methodologies for SREP	09:45 – 10:30
<ul style="list-style-type: none">• <i>General overview of the common framework</i>• <i>SREP process</i>• <i>Proportionality</i>	
<i>Slavka Eley, EBA, Head of Supervisory Convergence Unit</i>	
3. Using a common scoring framework	10:30 – 11:15
<ul style="list-style-type: none">• Risk and viability scores• Using supervisory considerations to determine the scores• Possible approaches to aggregation of scores / applying supervisory judgement	
<i>Oleg Shmeljov, EBA, Supervisory Convergence Unit</i>	

Coffee break **11:15 – 11:30**

4. Using SREP outcomes for crisis management and resolution purposes **11:30 – 12:00**

- SREP outcomes and triggers for early intervention measures
- Determination of whether an institution is ‘failing or is likely to fail’ and interaction with resolution authorities

Oleg Shmeljov, EBA, Supervisory Convergence Unit

5. Application of SREP to cross-border institutions and joint decision on capital and liquidity adequacy **12:00 – 13:00**

- Specificities of applying SREP to cross-border groups and their entities
- Feeding SREP results into the joint decision process: using EBA ITS and its templates

Slavka Eley, Efi Bouli, EBA, Supervisory Convergence Unit

Lunch **13:00 – 14:00**

6. Business model analysis **14:00 – 15:30**

- General considerations and focusing the BMA
- Quantitative and qualitative analysis of current business models
- Quantitative and qualitative analysis of strategy and financial plans
- Assessing a business model’s viability and the sustainability of a strategy
- Use of BMA findings in the supervisory work

Oleg Shmeljov, EBA, Supervisory Convergence Unit

7. Assessment of internal governance and institution-wide controls **15:30 – 16:30**

- Assessment of internal governance framework
- Assessment of risk management framework, including ICAAP and ILAAP

Alessandro Nardi, EBA, Supervisory Convergence Unit

Day 2. 12 June 2015 (09:00 – 16:30)

8. Assessment of risks to capital

09:00 – 10:30

- General framework for risk assessment
- Scoring in the risk assessment
- Major innovations in the risk assessment framework: FX lending risk, IRRBB, conduct and model risks under operational risk
- Examples of practical approaches to assessing material risk
- Panel discussion on experience with the implementation of the EBA SREP Guidelines in practice.

Alessandro Nardi, Esther Palomeque, EBA, Supervisory Convergence Unit

Panellists: Laetitia Meneau, ECB, Methodology & Standards Development Division

Katalin Csordás, Central Bank of Hungary, Methodology Department

Christer Furustedt, Swedish FSA, Large Banks Supervision

Moderator: Slavka Eley, EBA, Head of Supervisory Convergence Unit

Coffee break

10:30 – 10:45

9. Assessment of capital adequacy

10:45 – 11:45

- General framework for the assessment of capital adequacy
- Determination and articulation of additional capital requirements
- Interaction with CRD capital buffers and macro-prudential measures

Oleg Shmeljov, Alessandro Nardi, EBA, Supervisory Convergence Unit

10. Role of supervisory benchmarks in the assessment of capital adequacy

11:45 – 13:00

- EBA work on supervisory benchmarks

Alessandro Nardi, EBA, Supervisory Convergence Unit

- Practical experience with designing and using supervisory benchmarks by competent authorities

Laetitia Meneau, ECB, Methodology & Standards Development Division

Christer Furustedt, Swedish FSA, Large Banks Supervision

Tamiko Bayliss, UK PRA, Prudential Policy

Lunch **13:00 – 14:00**

11. Case study / group exercise on the assessment of capital adequacy **14:00 – 15:00**

- Case study / group exercise focusing on the assessment of capital adequacy, determination and articulation of additional capital requirements, their reconciliation with macro-prudential measures and CRD capital buffers

12. Assessment of liquidity and funding risks and liquidity adequacy **15:00 – 16:15**

- General framework for assessing risks to liquidity and funding
- Assessment of liquidity adequacy and use of benchmarks
- Determination and articulation of additional liquidity requirements

Patrick de Neef, Dutch Central Bank

13. Concluding remarks, group feedback discussion **16:15 – 16:30**

Slavka Eley, EBA, Head of Supervisory Convergence Unit