



## Indonesian Banking Community Conference on Operational Risk

**22nd of August 2007** Δ Shangri-la Δ Jakarta, Indonesia

Operational risk is new to the Basel accord and different banks are going about the process of quantifying this exposure in very diverse manners. Some banks are extending their control and audit programs in effort to estimate economic capital while others are building KRI and Scenario networks to construct a forward looking value at risk model. One of the interesting outcomes of Basel II is that it has stimulated the industry at large to investigate many different measurement techniques for risk some of which converge and some of which are disparate, but all of which need to be cohesive when used in a bank.

**This conference shows how to bring all the pieces together for a full Operational Risk Service**

### Speakers

Mrs Gayatri Rawit Angreni Chairman of the **IRPA**

Dr Wimboh Santoso from the **Bank Indonesia**

Tippy Joesoef VP from **BII**

Paul Curby from **Insight Risk Group**

Martin Davies SME from **Causal Capital**

### Highlights

- An outline on where to begin
- How to make the program cost effective
- A review of the key op risk techniques
- An example model for operational risk
- Real life best practice
- A review of systems on the market place

### How will the day benefit you ?

Operational Risk is new to the Basel accord yet banks generally already have risk policies and procedures in place to manage this exposure.

So how does a bank check its current operating position against what is required?

Control Self assessment, Key Risk Indicator programs also need to be integrated and modified to meet Basel II requirements but how is this done?

We answer these questions with real life examples.

#### Who should attend

- Risk staff that are involved in the Basel II program
- Operational risk staff interested in modelling loss
- Risk analysts involved in calculating capital
- Compliance related and policy teams looking for the next level of risk management

### Taking The Model Further

In the second part of the seminar we take the operational risk program from its foundational concepts to a position where we are able to outline how policy should reflect the risk appetite of the bank. We will also deliver a case study on how loss data can be mixed with CSA scores and KRI variables for an integrated enterprise solution.

Finally we will finish up with a short discussion on some of the problems banks have been facing in Operational Risk and what are the best practice solutions to them.

#### Questions & Bookings

**Bookings to**  
[sales@CausalCapital.com](mailto:sales@CausalCapital.com)

**Questions to** Martin Davies (+65 6276 6450)  
[martin.davies@causalcapital.com](mailto:martin.davies@causalcapital.com)

### Partners



### Organised By

**Causal Capital**





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## Morning Session

- 08:00 Registrations
- 08:30 Opening Speech  
Introduction to Operational Risk in Indonesia and an IRPA point of view  
**Mrs Gayatri Rawit Angreni** Chairman of IRPA
- 08:45 Regulators Speech  
Outline of the regulators perspective on operational risk and what banks should strive towards with this risk discipline  
**Dr Wimboh Santoso** of Bank Indonesia
- 09:30 Pannel Debate  
An open debate between the regulator, IRPA and the banks on Operational Risk Implementation  
**Open Forum**
- 10:00 Coffee Break
- 10:30 Kicking Off **a requirement view**  
Reviewing whats in place with what has to be done and ensuring the bank makes best use of existing structures for a cost effective approach to desinging a framework.  
**Martin Davies** of Causal Capital
- 11:15 Workshop on Stategies to mitigate fraud  
  - ✓ How safe is your bank? – The who, what, when, where, why & how.
  - ✓ Fraud perpetrated against the bank – Internal & external risks
  - ✓ Base II & fraud scenario building
  - ✓ Creating an anti-fraud environment – educating your staff about fraud
  - ✓ Stress testing controls
  - ✓ Tapping into the knowledge of your best resource – your staff.
 Real Life examples will be given  
**Paul Curby** of Insight Risk Group
- 12:45 Lunch

## Afternoon Session

- 13:45 Local Bank Experience  
An overview of how a local bank has excelled in engaging executive units and massess below.  
**Tippy Joesoef** of Bank Internasional Indonesia
- 14:30 How To Integrate the Parts  
Taking our real life example into the domain of measurement, showing how easy it is to build up a model  
**Martin Davies** of Causal Capital
- 15:30 A look at some risk tools on the market
- 16:15 Conference Close
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-  Conference attendees will all receive a CD containing the presentations that are delivered along with a set of reading material which they can take away.
-  Examples Case studies are given with explanations for review at a later date

