

DAY 1 (Monday) 11 July 2011

- 8.30 a.m. : **Registration**
- 9.00 a.m. : **Risk Management in Islamic Banking**
- * Enterprise Risk Management (ERM) and Internal Capital Adequacy Assessment Process (ICAAP) for Islamic banks
 - * The risk management functions
 - * What is Basel III and how does it impact Islamic banks
 - * Capital adequacy ratio
- 10.00 a.m. : Refreshment & Networking Session
- 10.15 a.m. : **Stress testing and Scenario Modeling**
- * Risk measurement
 - * Valuation approaches & challenges
 - * Value at risk (VAR) & other key risk measurement model for Islamic banks
- 11.15 a.m. : **Liquidity Risk for Islamic Banks**
- * The management of liquidity risk
 - * The key elements of liquidity risk
 - * Basel and liquidity risk
- 12.00 p.m. : **Credit Risk for Islamic banks**
- * The role of credit committee
 - * The use of rating agencies
 - * Default risk using historic information
 - * The IRB approach and use test
- 12.45 p.m. : Lunch & Zuhor Prayer
- 2.00 p.m. : **Understanding Emerging Best Practice on Basel III**
- * Home-host supervisory relations
 - * Counterparty credit risk requirements
 - * Regulatory expectations of stress testing
 - * Leverage ratio implications
 - * Applying the new liquidity regime
- 3.30 p.m. : Refreshment & Networking Session
- 3.45 p.m. : **Applying, Enhancing and Aligning Risk & Capital Management under Basel III**
- * Funding your operations
 - * Enabling business models and strategies
 - * Strengths, weaknesses, opportunities and threats
 - * Capital adequacy
 - * Evolving corporate governance
- 5.00 p.m. : END OF DAY ONE
- 8.00 p.m. : Dinner & Networking Session

About the Speaker

Abdullah Haron is Assistant Secretary General of the Islamic Financial Services Board. He joined the IFSB as a Project Manager where his main area of work was on the preparation of guidance on risk management and supervisory review process. He also participated in task forces that include issues in prudential Takaful regulation and supervision, and compilation guide on prudential database of Islamic financial services institutions. His prior experiences include the development of risk management & measurement framework, and insurance prudential regulation and supervision. Abdullah received a BSLAS in Actuarial Science from the University of Illinois & an MBA from the Ohio University.

About the Speaker

Brandon Davies is a Non Executive Director, Gatehouse Bank, London. He is an experienced banker with over thirty years of experience, having worked for Barclays Bank in roles that included Head of Financial Engineering at BZW and, subsequently Managing Director and Head of Structured Products. He has also recently served on a UK Treasury advisory group and is a member of the Financial Markets Group at the London School of Economics.

For more information, please contact the Secretariat :

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DAY 2 (Tuesday) 12 July 2011

- 9.00 a.m. : **Impact of Basel III on Islamic Finance: How can an asset based system flourish under new European regulation**
- * Analysing the treatment of an asset based financing system under the tenets of Basel III regulation
 - * Is the industry as a whole prepared for implementation?
 - * New strategies in capital management and risk management Islamic finance institutions
 - * What products are available to help?
 - * What hedging tools are there?
- 10.30 a.m. : Refreshment & Networking Session
- 10.45 a.m. : **The Crux of Basel III Accord**
- * Overview of the new requirements
 - * The new minimum capital requirements
 - * Capital conservation and countercyclical buffer
 - * Liquidity risk management
 - * Timeline and transitional arrangement
 - * Contingent capital effect to IFIs
- 12.30 p.m. : Q & A Session
- 12.45 p.m. : Lunch & Zuhor Prayer
- 2.00 p.m. : **Basel Requirement on Validation**
- * In-sample, out-of-sample and out-of-time validation
 - * Accuracy of PD calibration with and without correlation
 - * Benchmarking methods
- 3.00 p.m. : Refreshment & Networking Session
- 3.15 p.m. : **Case study walk-through exercises: Building Statistical Model on Risk**
- * Stress testing on credit risk
 - * Single factor model in Basel II capital equation
 - * Operating performance assessment under IRB framework
 - * Economic capital allocation
- 4.30 p.m. : **Challenges of Basel III: Liquidity framework, stress testing, credit valuation adjustment**
- 5.15 p.m. : Q & A Session
- 5.30 p.m. : END OF PROGRAMME

**IBFIM reserves the right to change the programme without prior notice should it be necessary to do so.*

About the Speaker

Habib Motani is a Partner, Clifford Chance, UK. He is an international financial markets lawyer, with particular expertise in relation to derivatives, securities lending, repo, netting and collateral and clearing and settlement systems. A Partner since 1986 in Clifford Chance's Financial Markets and Financial Products Group, Habib is Global Head of Derivatives. He specialises in OTC and securitised derivatives, Islamic derivatives, structured capital markets products including derivative linked retail and wholesale structured products, investment banking sales and trading advisory work, securities lending and repos, netting and collateral and their regulatory capital treatment as the infrastructure aspects of the financial markets, such as payment and settlement systems, clearing systems, prime brokerage and custody.

About the Speaker

Peter Kohut is a Head of Financial Risk Management Advisory, KPMG, Bahrain. Having worked in investment banking (UBS, 4yrs), central banking (BIS, 2yrs) and advisory (several of the Big Fours and boutique firms, 10yrs) in Europe, USA, Asia, and the Middle East, he gathered experiences spanning a wide range of domains in strategy, risk, finance, and operations. In his regional role as the regional risk advisory practice leader for KPMG covering the Middle East and Ernst & Young covering ASEAN, he created and managed large client portfolios and was accountable for the transformation and the development of the risk advisory businesses. In his client-facing responsibility, he developed business relationships with CROs, CFOs, CEOs, heads of Internal Audit and Compliance, and advised them and their organizations on a range of technically challenging initiatives

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