



PRESENTS

COMPREHENSIVE TRAINING ON BASEL III BASED CAPITAL ADEQUACY FRAMEWORK

Background	<p>BIS issued “Basel III: A global regulatory framework for more resilient banks and banking system” in 2010 in order to strengthen global capital and liquidity rules with the goal of promoting more resilient banks. The reform was a response to financial crisis 2008 and to improve the banking sectors ability to absorb the loss on a going concern basis.</p> <p>Accordingly, NRB issued directives to Commercial Banks to maintain their capital adequacy ratio as per New Capital Adequacy Framework designed based on Basel III requirement.</p> <p>After 5 years of successful implementation of Capital Adequacy Framework 2015, NRB requires National Level Development Banks to maintain their capital adequacy ratio based on new capital accord. Monetary Policy of fiscal year 2020/21 has announced the policy and NRB issued a circular to National Development Banks to implement New Capital Accord on parallel basis during the fiscal year.</p> <p>The program titled as “Comprehensive Training on Basel III based Capital Adequacy Framework” is designed to impart knowledge on New Capital Adequacy Framework.</p>
Level	Senior/Mid level
Target Audience	Bankers assigned with the responsibility of Basel II & III reporting to NRB, accounting and financial reporting, credit administration, bond/long term instruments issue requirement compliance etc.
Program Takeaways	<p>After attending the session, the participant will be able to:</p> <ul style="list-style-type: none">• Understand fundamental reasons of banking crisis 2008 and necessity of pronouncement of Basel III• Have in depth knowledge on elements of capital, their quality, consistency and target ratios under New Capital Adequacy Framework• Imparted on Loss Absorbency characteristic of element of capital: Going concern Vs Gone concern• Understand the component of regulatory adjustment and the necessity of the adjustment:• Understand Reporting requirement under New Capital Adequacy• Understand minimum capital ratios• Understand buffer capital and macro prudential measure• Understand requirement for non-risk based leverage ratio and liquidity coverage• Understand objective of Buffer requirement, leverage ratio, LCR and NSFR

Program Details:

Date: & Time: 27th (3:00pm to 6:15pm) & 28th (9:00am to 12:15pm) November 2020

Fee: Nrs. 3,800 + VAT Per person
(10% discount for individual)

Mode: Virtual Training via Zoom or Microsoft Team

Level: Mid to Senior Level

Program Details

<p>Contents</p>	<p>Capital Adequacy Framework based on Basel III: An Overview</p> <p>Sub contents:</p> <ul style="list-style-type: none"> • Quality, consistency and transparency of Capital • Tightening of capital ratios • Buffer Capital requirement and non-risk based leverage ratio • Introduction of liquidity rules • Capital Conservation and Countercyclical Buffer • Liquidity requirement, leverage ratios and their objectives • Summary of Capital Adequacy Framework Key Elements <p>Regulatory Capital, Its Component and Loss Absorbency</p> <p>Sub contents:</p> <ul style="list-style-type: none"> • Elements of Regulatory Capital • Quality, consistency and transparency of Capital • Loss Absorbency characteristic of element of capital: Going concern Vs Gone concern • Buffer Capital requirement and its objective <p>Leverage Ratio, Capital Conservation and Countercyclical Buffer</p> <p>Sub contents:</p> <ul style="list-style-type: none"> • Leverage Ratio Requirement and Objective of Its Introduction • Capital Measure • Exposure Measure • Reporting requirement, transitional period and Migration to Pillar 1 Objective of Capital Conservation and Countercyclical Buffer • Concept of Countercyclical and Pro-cyclical • NRB Requirements on Conservation and Countercyclical Buffers • Excessive Credit Growth and its Measurement <p>Practical Exercise</p> <p>Sub contents:</p> <ul style="list-style-type: none"> • Practical problem will be given to every participant and they shall solve the problem by themselves based on lectures delivered during theoretical session. • The tutor shall solve the problem and every participant shall cross verify with their own answer sheet. • Questions and Answers
<p>Program delivery</p>	<p>Lecture, Discussion/interaction, case-studies</p>
<p>Facilitator/s</p>	<p>Details of Facilitator/s</p> <p>Jagdish Kumar is a gold medalist Chartered Accountant qualified from The Institute of Chartered Accountants of Nepal in 2009. He has post qualification experience of 10 years including the validation works of Basel II reporting to NRB as an internal auditor of Commercial Banks. Currently he is working in of Nepal Rastra Bank since last 8 years. He has played instrumental role in drafting Capital Adequacy Framework 2015 which is based on Basel III. He was also involved as key person for drafting regulations for implementation of NFRSs in the Banks and Financial Institutions. He has excellent working level knowledge on Basel II and policy level knowledge of Base III. He is a good speaker/instructor and has delivered different instructions on Basel II, Basel III, Risk Management, RBIA, AML/CFT, IFRS, NRFS and Corporate Governance and other banking related topics. He was also tutor of NFRSs for Chartered Accountancy students for 5 years.</p>