



Bankers Institute of the Philippines, Inc. (BAIPHIL)

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Bankers Institute of the Philippines, Inc. (BAIPHIL),

in partnership with **Institute of Internal Auditors of the Philippines (IIAP),**

cordially invites you to the Seminar on:

Risks, Controls & Internal Auditing of the Institutional Lending Business

Speakers / Facilitators:

Edel Mary Vegamora

EVP/Chief Audit Executive, Rizal Commercial Banking Corp.

Menchie Castaneda

Vice President, Head Office Audits, Development Bank of the Philippines

Course Description:

An "Institutional loan" or "Commercial Loan" is a debt-based funding agreement between a business enterprise and a Bank or Financial Institution (FI). This type of loan may either be secured or unsecured, for short term or long-term maturities, and may include working capital advances, term business loans, project financing, trade financing, developmental loan, and in certain cases, may include loans for SMEs.

- ***This Training Program will provide the participants, primarily the so-called "Self-Assessment Functions" or "Control Functions", i.e., bank auditors, risk management practitioners, compliance testing officers, with the body of knowledge (BOK) relative to the Institutional Lending or Commercial Lending business that could help these practitioners in carrying out meaningful audits, risk management reviews, and compliance testing, respectively.***
- ***On the other hand, this program could also provide operational management with an understanding of how the Bank's "control functions" would evaluate the Business Unit's (BU) processes for the achievement of the bank's credit objectives, such as the following areas of the BU (a)governance for ensuring a consciously designed portfolio in terms of industry exposure and maturities, with effective challenge on credit risk taking; (b) portfolio review controls including the post-verification of the debtor's use of lending proceeds, overall compliance the bank's lending policy, debtor's compliance with default clauses, and continuous upgrading of the quality of loan portfolio, (c)effective risk management and risk mitigation while increasing the risk assets with a comfortable margin for contingencies, and (d)managing the impact on the bank's regulatory reporting (e.g., credit risk weighted assets and capital charge, impairment loss monitoring, and more).***

- ***This Training Program will provide the internal auditing practitioners, in particular, with the body of knowledge and a proposed holistic approach that could guide Auditors towards providing an independent and objective internal audit assessment of risk and controls, governance process, risk management reviews as well as the business unit's risk and control self-assessment pertaining to on the Bank's Institutional Lending or Commercial Lending.***
- ***This Training Program will also provide a venue for workshop/group discussions in order to facilitate the learning effectiveness for participants.***

Course Outline:

- I. Understanding the Institutional Lending Business, Products, Business Objectives and Core Processes.**
 - a. Strategic Thrust for Institutional (Commercial) Lending Business
 - b. Product Definition and Features
 - c. Key Business Objectives and Top Risks
 - d. Core Processes
- II. Governance Framework**
 - a. Board of Directors
 - b. Senior Management
- III. Three Lines of Defense**
- IV. The Key Risks and Controls Identification, Assessment, and Monitoring and Examples of Audit Issues**
 - a. Indicators under the different elements of the following Assessment Frameworks
 - b. Corresponding Audit Issues Commonly Noted
- V. Preliminary Assessment and Audit Strategy Formulation**
- VI. The Audit Program Guides Development**
- VII. Audit Results**
 - a. Evaluation of the Controls, Residual Risks, and Audit Issues
 - b. Analysis of Opportunities for Improvement
 - c. Assessment of Management's Response/Action
- VIII. Reporting of Audit Results to the Audit Committee and Discussion with Senior Management**
 - a. Advanced Reporting of High-Risk Issues
 - b. Contents of the Executive Summary
- IX. Audit Issues Follow-through/Monitoring**
- X. Overall Audit Assessment and Rating**

Schedule/s and Venue:

July 6 & 13, 2019; 8:30 A.M. to 5:00 P.M.

Dusit Thani Manila, Ayala Center, Makati City

Investment Fees:

Php9,000.00 / participant for Member Banks

Php10,000.00 / participant for Non-Member Banks

(Inclusive of AM/PM Snacks, Lunch, Certificate of Attendance and materials)

Payment Options:

- Deposit thru our Bank Account:

Account Name: Bankers Institute of the Philippines, Inc.

Name of Bank : Bank of Commerce – Dela Costa/Alfaro Rd. Br.

Acct. No. : 101-00-004876-4

Please fax or email the deposit slip and indicate the name of your bank, participants and seminar to be attended

- Bring Check Payment on the day of Seminar. (Check payable to Bankers Institute of the Philippines, Inc. or BAIPHIL)
- Deliver check payment to BAIPHIL Office at Unit 2103, 21st Floor, The Peak Tower, #107 L.P. Leviste Street, Salcedo Village, Makati City.

Payment should be made on or before the seminar date payable to Bankers Institute of the Philippines, Inc. (BAIPHIL). NO PAYMENT IN CASH DURING THE SEMINAR DAY.

For inquiries, please call the BAIPHIL Secretariat at (02) 853-4457 or 519-2433.

Registration form may be reproduced, and fax at no. (02) 853-0889 or e-mail at: training@baiphil.org

Cancellation Guidelines:

Deadline of Submission of Registration is June 28, 2019 (Friday)

BAIPHIL reserves the right to cancel programs due to low turn-out of registration, illness of resource speaker, inclement weather or unforeseen events. As such, participants to the program or their HR representatives will be advised either through e-mail or by phone, at least five working days prior to the learning event otherwise same shall be billed accordingly.

BAIPHIL is responsible only for the full refund of the registration fee but not for the transportation expense of the participants who have booked their travel in advance.

Should a participant decide to cancel his/her registration, he/she may opt for a refund or transfer his/her participation in the program to another colleague by sending in writing his cancellation or transfer notice to BAIPHIL. A 100% refund or transfer will be made if the advice is received within five working days before the seminar run.