

Large Exposure Regime

ASPECT ADVISORY ACADEMY TECHNICAL SEMINAR



28th May, 2024



09:00 – 17:00 CET



Virtual | On-site



Refer pricing structure

*Have a question? Send us a mail to:
aaa.aspectadvisory.eu*

OVERVIEW:

The Large Exposure regime (subsequently abbreviated “LER”) serves as backstop measure to proxy the maximum loss the bank can suffer from the default of a single counterparty. Recently, the LER has seen important changes via the mandatory substitution of collateral providers as well as indirect exposures from derivatives. After the seminar, attendees will be familiar with the building blocks of LER, and the different ways how to measure the associated exposures – including indirect exposures from derivatives.

AGENDA OUTLINE:

1 Day Seminar – please refer following slide

WHO SHOULD ATTEND:

We believe that this seminar is most useful for participants from:

- Credit Risk Controlling
- Accounting
- Supervisors
- Regulatory Reporting / Affairs
- Internal audit

SEMINAR FORMAT:

- This seminar will be conducted in English
- This session will be conducted via Microsoft Teams. On completion of your registration you will receive a link to the meeting

COURSE MATERIAL:

- Sessions are recorded and could be obtained on request at the end of the seminar
- Trainers presentation slide decks could be obtained on request at the end of the seminar
- Certificates will be awarded at the completion of the seminar

CERTIFICATE:

- Certificates will be emailed to the participants on completion of the seminar

1 DAY

	Large Exposure Regime	
09:00	1. Objectives and assumptions of LER	
	2. How to compute the overall LER exposure of a client	
10:30	3. Large exposures and Large Exposure limits: reporting, notification and other consequences	
	Morning coffee break	
10:45	4. Exposure values for LEX:	
	<ul style="list-style-type: none"> • Exemptions • Standard loan/ security • Counterparty credit risk of derivatives • Indirect exposures from derivatives (single name, index – with and without look-through) 	
12:15		
	Lunch	
13:30	5. Exposure values for LEX limit	
	<ul style="list-style-type: none"> • Exemptions • Computation of Limit positions • Compare positions under LEX vs. exposures under LEX limit 	
15:00		
	Afternoon coffee break	
15:15	6. Case study:	
	Treatment of back-to-back hedged index derivatives within indirect clearing context and with vs. without Look-through.	
17:00		