

DFSA Prudential (PIB) Requirements - Trading Book

An Authorised Firm must maintain systems and controls that enable it to determine and monitor its Capital Requirements and Capital Resources and ensure that its capital is adequate at all times. An Authorised Firm must also comply with the DFSA regulatory reporting calendar and ensure that all reports and returns are submitted on time via the Electronic Prudential Reporting System. The DFSA also permits Authorised Firms to use internal models and hedging techniques to minimise their Capital Requirements and optimise their capital allocations.

This part, highly participative, introductory course will provide attendees with a practical guide to understanding the terminology, concepts and methodology behind the rules in the Prudential (PIB) Module of the DFSA Rulebook applicable to conventional (non-Islamic) financial business.

Course Highlights

- Workshop style training course
- Interactive learning environment
- Maximum of 12 attendees per course
- Taught by a trainer with 20 years of relevant experience
- Real-life examples used
- Constitutes 6 hours of learning for the CISI CPD scheme

Who should attend?

This course is suited to financial and non-financial staff working in DFSA-regulated firms that maintain a Trading Book who wish to gain an understanding of the essential prudential systems and controls, the methodology underlying an Authorised Firm's capital adequacy calculations and the related regulatory reporting requirements.

This course will be of particular interest to:

- Finance Officers

- Compliance Officers
- Risk Managers

This course is specifically applicable to Authorised Firms who incur counterparty risk and market risk.

▸ Course details

Introduction

- Categorisation of Authorised Firms
- Ongoing capital adequacy requirements
- Calculation of the expenditure based capital minimum
- Different types of capital and the limits on their uses
- The capital resources calculation

Credit Risk

- Systems and controls
- Sources of risk
- Risk weighted assets
- Concentration risk in the Non–Trading Book
- Collateral
- Netting

Group Risk

- Sources of risk
- Systems and controls
- Financial group capital adequacy requirements

Prudential reporting

- Periodic financial returns
- Periodic statistical returns
- Reporting basis, frequency and timelines

Please note that the course will not cover the preparation of the returns.

Trading book

- Mandatory requirements
- Concepts and criteria
- Systems and controls

Counterparty risk

- Sources of risk
- Basic counterparty risk calculations
- Concentration risk in the Trading Book

Market Risk

- Systems and controls
- Sources of risk
- Criteria for the use of internally developed market risk models
- Concepts of Specific Risk and General Market Risk
- Basic market risk calculations

Liquidity Risk

- Sources of
- Basic systems and controls

▀ Learning outcomes

Delegates will gain a good understanding of the Prudential (PIB) Module Rules for non-Islamic financial business.

In particular they will understand:

- The different categories of Authorised Firms and their capital requirements
- Relevant prudential concepts, principles and terminology
- The essential prudential systems and controls
- The methodology for credit risk and basic capital requirements calculations
- The methodology for counterparty risk and market risk calculations

- The financial and statistical returns relevant to their business
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▾ Delivery Methods [available methods depend on the course]

Bring In-House

If you have a number of people who require the training, you might find it more economical to have the training at your offices. Our trainers are armed with all the equipment and materials necessary. All you need to do is supply the room, and after the course, we'll send your certificates of attendance in the post.

In addition in-house courses can be tailored to meet the precise needs of your business. This could mean tailoring a course for a business unit; combining elements of different courses to match your exact specification; or producing a course from scratch.

Enquiries

Please complete [the following form](#) and we'll get in touch to discuss your requirements in detail.

Off-site Training

Our training facilities can also be used for company 'off-site training'. So if you want to have an 'in-house style' training session away from your own offices, or you simply don't have the facilities, then you can use ours.

Enquiries

Please complete [the following form](#) and we'll get in touch to discuss your requirements in detail.

▾ Trainers

Christopher Hobbs

Christopher Hobbs has held senior compliance and anti-money laundering positions in a

number of US and European financial services institutions including Lehman Brothers, Smith Barney, ING Barings and Danske Bank.

With an accountancy background and more than 20 years' experience in investment banking, securities, derivatives, corporate banking and asset management, Christopher has an excellent understanding of the issues facing financial services firms and provides expert technical advice and effective implementation strategies across a broad range of regulatory compliance issues. He has engaged closely, and enjoys an excellent reputation, with regulators, exchanges and law enforcement agencies.
