

Risk Management and Audit > Risk Identification and Assessment

Title	Conduct qualitative analysis to assess risks
Code	106684L6
Range	Analyzing qualitative data in order to understand the risk exposure of the bank. This applies to different types of risks facing by the bank.
Level	6
Credit	5 (for reference only)
Competency	<p>Performance Requirements</p> <p>1. Possess specialized knowledge in risks assessment                      Be able to:</p> <ul style="list-style-type: none"> <li>• Demonstrate specialized knowledge in different qualitative research methodology (e.g. assumptions, pros and cons) in order to conduct risk analysis on the business process</li> <li>• Evaluate different concepts and theories related to risk management in order to interpret the outcomes of the assessment</li> <li>• Design the methods in risk assessment by specifying the assessment processes, data collection methods, analysis methods, etc.</li> </ul> <p>2. Conduct qualitative risk analysis                      Be able to:</p> <ul style="list-style-type: none"> <li>• Conduct research to explore potential risks of the bank by designing the hypothesis, framework, methodology and data collection methods of the research</li> <li>• Organize the qualitative data obtained by developing a meaningful framework / organization to facilitate the analysis process</li> <li>• Conduct analysis on the data and identify meaningful trends, themes and exceptions among the data</li> <li>• Determine the probability of occurrence according to standard scales adopted by the bank (e.g. Low, Medium, High)</li> <li>• Estimate the possible impact and consequences of each risk occurring according to standard scales adopted by the bank (e.g. Low, Medium, High)</li> <li>• Assess the urgency of risks identified and determine which warrant immediate responses and which need to put on the watch list</li> <li>• Verify quality and adequacy of risk data obtained by analyzing the reliability and integrity, amount of data available, etc.</li> </ul>
Assessment Criteria	<p>The integral outcome requirements of this UoC are:</p> <ul style="list-style-type: none"> <li>• Conduct qualitative risk analysis to identify potential risks of the bank. These should be based on consolidated findings of different qualitative research on banking risks.</li> </ul>
Remark	