

Risk Management and Audit > Credit Risk Management

Title	Monitor risk level in loan portfolio
Code	106706L4
Range	Monitoring the risk exposures of the loan portfolio and reporting to senior management. It refers to day-to-day monitoring of the overall portfolio which covers monitoring of different types of risks.
Level	4
Credit	5 (for reference only)
Competency	<p>Performance Requirements</p> <p>1. Demonstrate proficient knowledge in risk monitoring Be able to:</p> <ul style="list-style-type: none"> • Demonstrate proficient knowledge in credit risk management in order to identify the most appropriate method in risk monitoring • Understand the credit strategies and portfolio objectives of the bank in order to identify critical areas for monitoring <p>2. Conduct tracking on risk indicators Be able to:</p> <ul style="list-style-type: none"> • Monitor and ensure the credit administration is in compliance with contractual requirements and facility terms • Track indicators of credit quality (e.g. delinquency, risk rating trends) and detect changes in risk characteristics of loan portfolios • Identify early signals of delinquency or system risk and escalate to appropriate parties for prompt remedial action • Identify the sources and causes of the changes in risk level, e.g. underwriting standards, economic conditions, personnel issue and recommend appropriate corrective action • Report to senior management about the results of analysis on risk profile of overall loan portfolio
Assessment Criteria	<p>The integral outcome requirements of this UoC are:</p> <ul style="list-style-type: none"> • Monitoring and tracking the various indicators of the credit portfolio to identify early risk signals. • Compilation of report on risk level of the portfolio by consolidating information from different risk indicators.
Remark	