



Risk Function Transformation

Video transcript

At KPMG, we have observed that banks are faced with many challenges that increase the pressure to transform the Risk Function

During the last few years, significant transformation waves occurred in the banking industry.

Wave 4 has been driven by requirements regarding an agile, sustainable and efficient risk function 4.0.

What challenges are you facing in your organization?

There are six key success factors to address modern Risk Function challenges:

- Focus on culture and skills.
- Use risk management 4.0 to stay on top of regulatory requirements.
- Reshape your service model towards business alignment and value creation.
- Digitize and automate key risk processes.
- Leverage advanced technologies.
- Use advanced reporting capabilities.

KPMG's solution is a flexible component-based analysis approach that is scalable and generates meaningful results.

We conduct a 12-component maturity assessment with more than 50 subcategories containing more than 275 individual qualitative maturity levels.

More than 250 documents on average are considered during the assessment, and approximately 25 structured interviews and workshops are held with key stakeholders.

To support the maturity assessment of your CRO function, we provide you with extensive qualitative and quantitative benchmarking of your most relevant world-wide peers.

A Maturity Assessment of your risk function results in three deliverables:

- An Executive Summary of the performed analysis and recommendations;
- A detailed maturity assessment, gap analysis and quantitative benchmarking; and
- A comprehensive action plan with potential quick wins.

At KPMG, we support you to enable the success factors and create an efficient risk function without compromising your regulatory effectiveness.

We provide a senior team with deep knowledge and extensive experience in all aspects of risk and key regulatory expectations.

Using our tools, accelerators, and peer approaches provides you with actionable outcomes that are sustainable and credible in the eyes of the regulator.

KPMG has sound experience in assessing and transforming banks' risk functions.

We set up a quick, transparent gap analysis project.

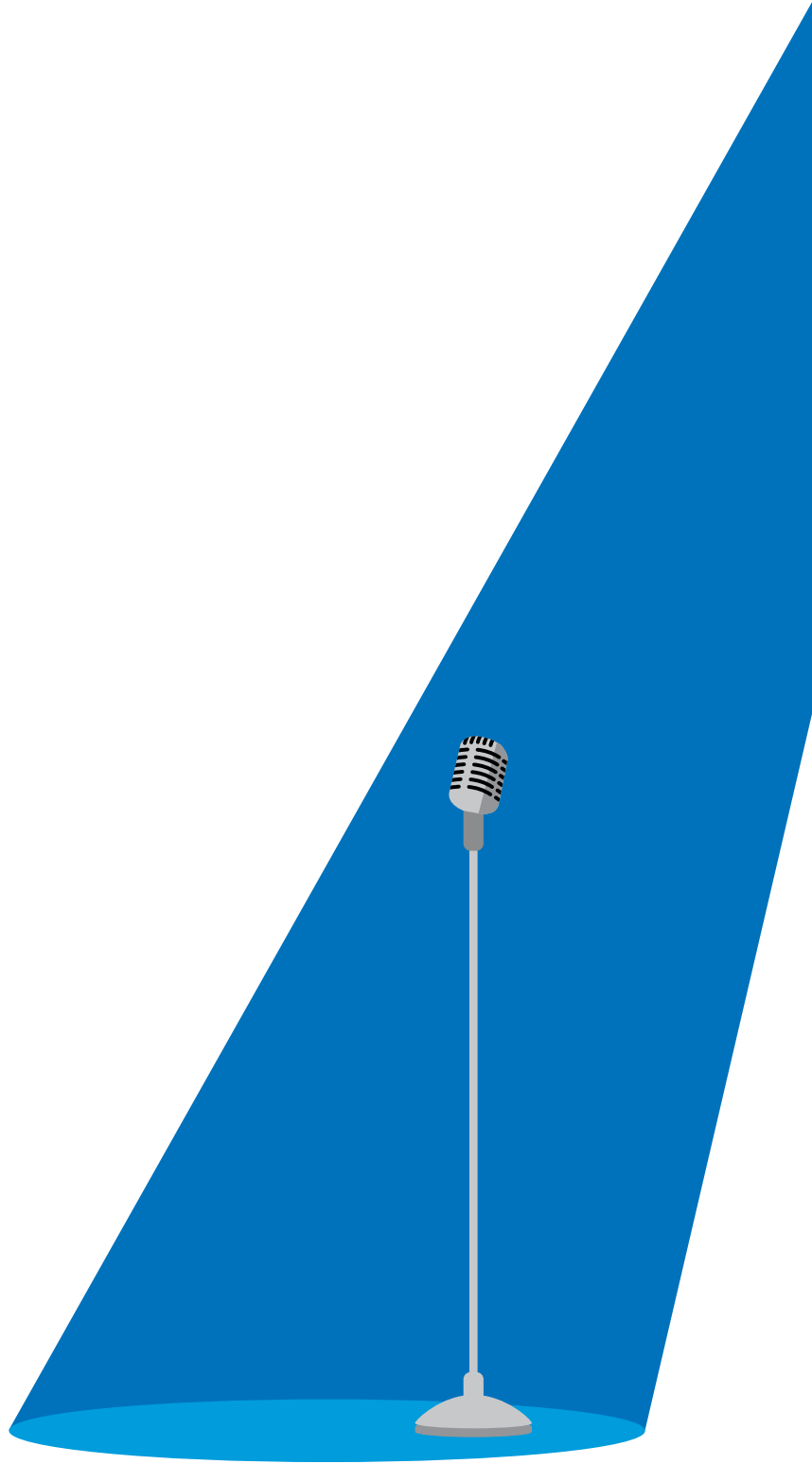
We conducted concise interviews led by senior people.

We identified quick wins which amortize within half a year.

We delivered a forward-thinking and tangible transformation road map identifying annualized cost saving potential of US\$80m

Hence the entire transformation project funded itself within a short timeframe.

KPMG... your partner of choice for risk function transformation.



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