

Table 1
Risk cards used during the last SREP conducted in 2018

	Structured risk in the bank's activity	Quality of risk management
Risks		
Credit risk	✓	✓
Market risks ^a	✓	✓
Liquidity risk	✓	✓
Operational risks ^b	✓	✓
Compliance risks ^c	✓	✓
Strategy and business model		✓
Corporate governance function		
Board of Directors		✓
Management		✓
Risk management		✓
Internal Audit		✓
Capital adequacy		
		✓

^a Among other things, the Banking Supervision Department examines the bank's exposure to changes in the Consumer Price Index, the exchange rates, and the interest rates, as well as the composition and volume of the nostro.

^b The Banking Supervision Department examines the nature and complexity of the bank's business activity and assesses a long series of risks: information technology (IT) risks, cyber and information security risks, business continuity risks, fraud and embezzlement risks, legal risks, outsourcing risks, human resources risks, and more.

^c Among other things, the Banking Supervision Department examines the following: Prohibition of Money Laundering and Financing of Terrorism, Cross-border banking, Conduct risk, and compliance risk on the consumer (bank-customer) level.

SOURCE: Banking Supervision Department.

