



The EUROPEAN SUPERVISOR EDUCATION INITIATIVE (ESE)

presents the seminar on

## **“IFRS vs. Basel requirements for banks”**

hosted by: Czech National Bank

Date: 13 - 15 May 2024

Venue: Prague



## OBJECTIVES

### General Background

Regulatory requirements for banks have been changing since the great financial crisis. The Basel II regulations were expanded and revised, leading to the introduction of the Capital Requirements Regulation (CRR) in the EU in 2014. Basel III was finalized in 2017 and will be implemented in the EU in 2025. At the same time, the International Financial Reporting Standards (IFRS) became of increasing relevance also for the regulatory framework, as many institutions are required to apply IFRS in their financial reporting which serves as the basis for many regulatory requirements. The IFRS are particularly relevant in the calculation of regulatory capital (e.g., consolidation, P&L or OCI effects, prudential filters), capital requirements for on-balance sheet exposures (e.g., classification and measurement of financial instruments) and determining expected credit losses according to IFRS 9. Against this background, also regulatory reporting and disclosure requirements have been expanded to ensure transparency and consistency in regulatory and financial information. Hence, compliance with regulatory requirements requires profound knowledge of the relevant IFRS regulations.

This seminar provides a comprehensive overview of the relevant regulatory requirements from Basel and CRR, and the interactions with the respective IFRS accounting standards. The seminar will focus on the areas of capital and consolidation, credit risk (IFRS 9, IRBA), market risk (fair value measurement, FRTB) as well as reporting and disclosure requirements.

### TARGET GROUP

Experts from supervisory authorities and central banks whose work focus is the stability and supervision of the banking industry and financial markets.

### TRAINERS

This seminar on IFRS versus Basel requirements for banks will be conducted by experts from PwC.

They will provide expert information, theoretical background, and practice experience from an audit as well as a supervisory perspective. The participants are invited to discuss practical implementation issues and regulatory implications and experiences.



## PROGRAMME

### Monday, 13 May 2024

10:00 - 10:15	Welcome and Introduction
10:15 - 11:00	Module 1 -Background and Overview a) Supervisory environment b) Basel/CRR c) IFRS
11:00 - 11:15	<i>Coffee Break</i>
11:15 - 12:30	Module 2 -Consolidation requirements a) Consolidation acc. to IFRS 10 b) Prudential Consolidation
12:30 - 13:30	<i>Lunch Break</i>
13:30 - 15:00	Module 3 -Definition and calculation of own funds a) IFRS (IAS 32) b) Basel/CRR
15:00 - 15:15	<i>Coffee Break</i>
15:15 - 16:00	Module 3 -Definition and calculation of own funds (cont'd) c) Focus: Prudential Filters
16:00 - 17:30	Module 4 - Trading Book & Banking Book boundary
19:00	Social Event organised by CNB - the venue will be defined later

### Tuesday, 14 May 2024

9:00 - 10:30	Module 5 - Trading Book & Market Risk (cont'd) a) Market Risk Positions & Valuation according to IFRS13 b) Market Risk RWA and Fundamental Review of the Trading Book (FRTB)
10:30 - 10:45	<i>Coffee Break</i>
10:45 - 12:30	Module 5 - Trading Book & Market Risk (cont'd) c) Treatment of Counterparty Credit Risk d) Interest Rate Risk in the Banking Book (IRRBB)



12:30 - 13:30	<i>Lunch Break</i>
13:30 - 14:00	Module 6 - Banking Book & Credit risk a) Introduction
14:00 - 15:30	Module 6 - Banking Book & Credit Risk (cont'd) b) IRB Modelling
15:30 - 15:45	<i>Coffee Break</i>
15:45 - 17.30	Module 6 - Banking Book & Credit Risk (cont'd) c) IFRS 9 Modelling

### Wednesday, 15 May 2024

9:00 - 10:30	Module 6 - Banking Book & Credit Risk (cont'd) d) ESG in Credit Risk Modelling
10:30 - 10:45	<i>Coffee Break</i>
10:45 - 12:30	Module 7 - Disclosure & reporting a) IFRS Financial Statements b) Basel Pillar 3 Disclosure Framework c) Reg Reporting (COREP & FINREP)
12:30 - 13:30	<i>Lunch Break</i>
13:30 - 14:30	Module 8 - Outlook Finalisation of Basel III (“Basel IV”/CRR3)
14:30 - 15:00	Q&A, Wrap-up & Closing



## **ORGANISATIONAL INFORMATION**

### **Seminar Venue:**

The seminar will be held at:

Congress Centre of the Czech National Bank,  
Senovážné náměstí (square) 866/30, Prague

### **Seminar Registration:**

**Seminar fee:** 500,00 € (excl. accommodation)

**Please register via the ESE website until Monday, 15 April 2024.**

<https://www.ese-initiative.org/ese-en/>

Lunches, snacks and soft drinks will be provided throughout the seminar. One social event with dinner is also included.

The confirmation of participation will be sent after the registration deadline. In case a registration already confirmed by ESE is cancelled after the registration deadline and no replacement for this place can be found, the complete seminar fee is due and will be invoiced by ESE.

Invoices will be issued and sent to the individual institutions after the seminar has taken place.

### **Accommodation (recommendation):**

We recommend to book a hotel within walking distance to the seminar venue.

1) HOTEL BOHO \*\*\*\*

<https://www.hotelbohoprague.com/>

Address: Senovážná 1254, Praha 1

51 m from CNB

2) ART NOUVEAU PALACE HOTEL \*\*\*\*\*

<https://www.palacehotel.cz/en/>

Address: Panská 12, Praha 1

300 m from CNB



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3) K+K HOTEL CENTRAL, PRAGUE \*\*\*\*

<https://www.kkhotels.com/products/kk-hotel-central-prague/>

Address: Hybernská 10, Praha 1

300 m from CNB

4) Grand Hotel Bohemia \*\*\*\*\*

<https://www.grandhotelbohemia.cz/en/>

Address: Královská 4/652, Praha 1

400 m from CNB

5) ASTORIA HOTEL PRAGUE \*\*\*\*

<https://www.hotelastoria.cz/en/>

Address: Rybná 10, Praha 1

550 m from CNB

### Seminar organisation in general

ESE Secretariat, Deutsche Bundesbank, Frankfurt a.M.

Email: [ese-initiative@bundesbank.de](mailto:ese-initiative@bundesbank.de)

Specific questions regarding the venue and organisation:

Czech National Bank, Prague

Email: [conference@cnb.cz](mailto:conference@cnb.cz) ; Phone: 00420 224 414 459

### About ESE

The European Supervisor Education Initiative (ESE) is an alliance of central banks and supervisory authorities in Europe with the objective to qualify financial supervisors in Europe. Its members are Bank of Slovenia, Banque centrale du Luxembourg, Czech National Bank, De Nederlandsche Bank, Deutsche Bundesbank, German Federal Financial Supervisory Authority and Oesterreichische Nationalbank.

ESE is committed to high level training based on uniform standards to enhance financial supervisors' knowledge and skills and to promote a common European supervisory culture and practice. The initiative offers a modular seminar programme for banking, insurance and securities and markets supervisors, financial stability analysts and economists from central banks and supervisory authorities in Europe.

ESE is always open to new members or cooperations. Any contribution by European central banks, supervisory authorities or other institutions in the field of financial supervision sharing the idea that training is crucial to the success of financial supervision is highly appreciated.