

# **OPPORTUNITY BANK**

**Pillar 3 Market Discipline**

# RISK MANAGEMENT APPROACH

- (a) The risk governance structure: responsibilities attributed throughout OBUL (e.g. oversight and delegation of authority; breakdown of responsibilities by type of risk, business unit etc.); relationships between the structures involved in risk management processes (e.g. board of directors, executive management, separate risk committee, risk management structure, compliance function, internal audit function).
- (b) Channels to communicate, decline and enforce the risk culture within OBUL (e.g. code of conduct; manuals containing operating limits or procedures to treat violations or breaches of risk thresholds; procedures to raise and share risk issues between business lines and risk functions).
- (c) Description of the process of risk information reporting provided to the board and senior management, in particular the scope and main content of reporting on risk exposure.
- (d) Qualitative information on stress testing (e.g. portfolios subject to stress testing, scenarios adopted and methodologies used, and use of stress testing in risk management).
- (e) The strategies and processes to manage, hedge and mitigate risks that arise from the OBUL's business model and the processes for monitoring the continuing effectiveness of hedges and mitigants.