

## Understanding Financial Markets and Services

The EPFSF training sessions for MEP assistants are designed to deliver a deeper understanding of financial markets and services. Each seminar will cover all aspects of the role of each sector in the wider economy, the benefits and risks offered by the sector and how each of them operates. It will include panel sessions and presentations by a cross-section of infrastructures, intermediaries and end-users.

### SEMINAR 5: Introduction to Counterparty Credit Risk

1 March 2012, 16:00-18:00, European Parliament

#### PROGRAMME

16:00	<b>Introduction</b>	<b>Christine Brentani</b> , <i>Managing Director Prudential Regulation, AFME</i> <b>George Handjinicolaou</b> , <i>European CEO, ISDA</i>
16:05	<b>What is counterparty credit risk?</b> <ul style="list-style-type: none"> <li>- Definition of Counterparty Credit Risk</li> <li>- Products subject to Counterparty Credit Risk</li> <li>- Counterparty Credit Risk mitigation tools</li> <li>- Measuring and Managing Counterparty Credit Risk in a Financial Institution</li> </ul>	<b>Jeroen Krens</b> , <i>Managing Director Global Markets, Royal Bank of Scotland</i>
16:25	<b>Credit/debit valuation adjustment (CVA/DVA)</b> <ul style="list-style-type: none"> <li>- What are CVA and DVA?</li> <li>- Deriving the equations</li> <li>- Pricing new trades</li> <li>- BCBS Paper – Own Credit Spreads</li> <li>- Issues with CRD IV treatment</li> </ul>	<b>Emmanuel Ramambason</b> , <i>Head of CVA, BNP Paribas</i>
16:55	<b>Hedging counterparty credit risk</b> <ul style="list-style-type: none"> <li>- Traditional hedging</li> <li>- Hedging effectiveness</li> <li>- Netting and Offsetting</li> </ul>	<b>Peter Sime</b> , <i>Head of Risk and Research, ISDA</i>
17:10	<b>Central counterparties (CCPS)</b> <ul style="list-style-type: none"> <li>- Centralised clearing</li> <li>- Challenges faced by the CCPs</li> <li>- Issues with CRD IV treatment</li> </ul>	<b>Jeroen Krens</b> , <i>Managing Director Global Markets, Royal Bank of Scotland</i>
17:40	<b>Q &amp; A</b>	
17:55	<b>Closing Remarks</b>	<b>Christine Brentani</b> , <i>Managing Director Prudential Regulation, AFME</i> <b>George Handjinicolaou</b> , <i>European CEO, ISDA</i>
18:00	<b>End of session</b>	