

Advanced Risk Management for Mortgage Professionals
Washington, DC
June 3 – 5, 2019

Day 1 Agenda

8:30 – 9:00 a.m.

Registration & Continental Breakfast

9:00 – 11:50 a.m.

The Role of Risk Governance in Overseeing Mortgage Risk

- Delegations of Authority
- Heightened Expectations Guidance
- Three Lines of Defense and Roles and Responsibilities among the business, corporate risk and audit functions
- Boards and Risk Committees
- Governance and escalation policies
- Risk appetite formation
- Risk Taxonomy
- Key Risk Indicator (KRI) setting and incentive compensation plans

11:50 – 11:00 a.m.

Morning Break

11:00 – 12:05 p.m.

Risk Management for Mortgage Originations

- Basic tenets of well-formed credit policy and guidelines
- Exception policy practices
- Underwriting practices
- Quality Assurance (QA) practices and sampling strategies and techniques
- Appraisal practices
- AVM and AUS policy and use
- Product development best practices and what to look out for
- CRE ratings practices, Loan Review and beyond
- Managing correspondent and wholesale counterparty risk

12:05 – 1:00 p.m.

Lunch

1:00 – 2:00 p.m.

Risk Management for Mortgage Originations (cont.)

2:00 – 2:10 p.m.

Afternoon Break

2:10 – 4:00 p.m.

Secondary Risk Management

- Understanding mortgage pricing and where risk fits in
- Best execution strategy
- Mortgage pipeline hedging practices
- Credit risk transfer mechanisms
- Mortgage insurance basics
- Recourse and Reps & Warrants

Day 2 Agenda

8:30 – 9:00 a.m.

Continental Breakfast

9:00 – 10:50 a.m.

Risk Management for Mortgage Servicing

- Understanding and managing mortgage servicing rights (MSRs)
- Loss mitigation techniques: Default and collections practices and impact on mitigating credit losses

10:50 – 11:00 a.m.

Morning Break

11:00– 12:00 p.m.

Improving Operational Risk Management in the Real Estate Sector

- Development of risk-control self-assessment (RCSA) processes
- Building a robust fraud detection process
- Estimating operational losses and event identification practices
- Cyber risk management practices

12:00 – 1:00 p.m.

Lunch

1:00– 2:00 p.m.

Improving Operational Risk Management in the Real Estate Sector (cont.)

2:00 – 2:10 p.m.

Afternoon Break

2:10 – 4:10 p.m.

Best Practices in Mortgage Portfolio Lending

- Optimizing the portfolio's risk profile - competing risks of default and prepayment
- Basics of interest rate risk
- ALCO for the mortgage portfolio
- Current loan loss reserving practices and CECL including Troubled Debt Restructuring (TDRs) and Other than Temporary Impairment (OTTI) treatment
- Economic capital determination
- Regulatory capital determination
- Stress testing and scenario analysis
- Risk management reporting

Day 3 Agenda

8:30 – 9:00 a.m.

Continental Breakfast

9:00 – 11:00 a.m.

Risk Management Simulation Exercise & Debrief

- Team-based exercise placing attendees into a simulated risk scenario that they have to manage
- Draws upon key topics discussed in each learning session
- Post-exercise debrief on team responses, outcomes and assessment

10:50 – 11:00 a.m.

Morning Break

11:00 – 12:00 p.m.

Managing Regulatory and Compliance Risks

- Understanding fair lending risk and how to test
- Basics in mortgage compliance (TRID, QM, CRA, HMDA, Mortgage Servicing, etc.)
- Vendor risk management

12:00 – 1:00 p.m.

Lunch

1:00 – 1:50 p.m.

Managing Regulatory and Compliance Risks (cont.)

1:50 – 2:00 p.m.

Afternoon Break

2:00 – 3:00 p.m.

NEW! Top Risks and Regulation Panel

- Round table discussion with GSEs and regulatory agencies

Agenda is subject to change