

ORX Scenarios

www.orx.org
+44 (0)1225 430 390

Scenarios are an integral part of operational risk management and a key factor in measuring and managing operational risk across the financial services industry.

By providing insight and analysis on all stages of the scenario process we can help you save time and money, and raise the standard of scenario practice. Our programme offers a unique opportunity to collaborate, share ideas and discuss topical issues.

The ORX Scenarios programme is a unique resource that effectively addresses practitioners' needs of scenario identification, assessment, quantification and validation practices.

The programme can help practitioners to demonstrate to regulators the relevance of scenarios taken in consideration within their internal processes as well as to benchmark their internal scenario analysis practices against the industry.

Scenario analysis is used for regulatory capital calculation, stress testing and other operational risk management purposes.

Scenario Library

The Scenario Library is a unique industry resource containing hundreds of scenarios submitted by participants.

Annually each participant submits their most important scenarios to a common template through our secure Insight platform. A rigorous quality assurance process is conducted before a database of anonymised scenarios is published with accompanying reports.

Participants have access to over 1,500 scenarios collected from different business lines, size and region of origin. The Scenario Library is a comprehensive tool for scenario practitioners, allowing participants to back test their own internal scenarios against the industry.

How we can help you

- **Forum and discussion groups** – providing networking opportunities, knowledge sharing, and discussions on relevant topics.
- **Drive the priorities** – participants set the agenda, priorities and focus of the programme.
- **Comparable** – compare your scenario portfolio and methods against your peers to ensure full coverage of the most relevant scenarios.
- **Hot topic research** – support participants in developing useful materials to support and improve their internal scenario process.
- **Data sharing platform** – to exchange data, tools and standards to help you throughout each stage of the scenario analysis process.

The Scenario Library has more than

1500

scenarios submitted by participants

Contact:



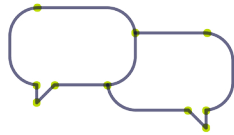
To find out how ORX Scenarios can help you, or if you would like to subscribe to the service, please contact Roland Kennett: roland.kennett@orx.org or call +44 (0)1225 430390

Features of ORX Scenarios

Scenario Forum and discussion groups

Learning from your peers will improve your internal scenario programme.

The Scenario Forum and discussion groups provide regular opportunities to discuss important scenario topics amongst participants.



- The Scenario Forum – a two day face-to-face event where practitioners from all over the world meet to discuss scenario topics of shared interest. The next one will be held in London in May 2017.
- Scenario programme discussion group – these monthly calls are a valuable tool to promote interaction between participants. They provide the opportunity to review our scenario work, listen to participants' presentations, and ask your peers for their views on topics of interest to you.

Materials already available for participants

Alongside the library, we also have a variety of other tools that participants can access to support their work.

Practice Notes	Our Scenario Practice Notes document the approaches used by Members across the end-to-end scenario analysis process in 11 separate reports.
Risk Driver workbooks	Risk Drivers are a series of factors that influence the severity of a given scenario. They support scenario practitioners in describing scenarios in a structured way and provide evidence for quantification. With the help of participants, we have identified key risk drivers for each of the 35 ORX Scenario Categories.

Research

As part of the Scenario programme we run a range of focused research projects.

The 2017 Scenario research projects are:

Scenario Quantification Practice	We have identified that a broad range of scenario quantification practices are employed across the industry. The aim of this research project is to better understand current and future industry practice in terms of scenario severity and likelihood estimation.
Business Scenario Indicators (proposed)	Our participants often comment on the difficulty of maintaining business engagement in scenario analysis. With the likely introduction of the Standardised Measurement Approach and removal of scenarios from capital modelling methodologies, this challenge looks set to amplify. This proposed project aims to provide a set of indicators to help understand which key risks could prevent them from executing strategic targets.

ORX Scenarios also collaborates with the wider ORX research projects. Topics of particular interest are conduct risk, emerging risks and risk appetite.

These projects have broader operational risk application but may be of specific interest to practitioners.

Subscribing to ORX Scenarios

Annual cost for ORX Member firms £8,500

Annual cost for a non-member firm is £15,500