

CREDIT FILE REVIEWS: ACCOUNTING CLASSIFICATION AND INDIVIDUAL ESTIMATION OF PROVISIONS.

June 16th, 17th, 19th, 23rd, and 25th
2025

Description

For several decades, credit file review has been a hallmark of the Banco de España's Credit Institution Inspection work. So too has the development, by the Banco de España's Regulation Department, of highly detailed rules and regulations on the accounting classification of credit transactions and the calculation of provisions (currently covered in Annex 9 of Banco de España Circular 4/2017).

The course is based on the case method, with nine anonymized case studies drawn from real inspection work. This will give participants the opportunity to address situations similar to those faced by banking supervision inspectors in their credit file review work, relating to accounting classification and to the individual estimation of provisions (the course does not cover the collective estimation of impairment).

Aim and content

Content:

1. Introduction to credit portfolio review.
2. Loan classification: performing, stage 2 exposures (SICR) and non-performing.
3. Forbearance.
4. Case studies: stage 2 exposures, stage 3 exposures, and forbearance.
5. Case studies: calculating provisions under the "Going concern" approach.
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7. Compilation of main shortcomings (findings) identified in inspections.

Professional profile of attendees

Banking supervision inspectors with an interest in credit risk analysis through credit file reviews.

Organisation, duration and format

The course is organised jointly by the Banco de España and ASBA. It will be held in Spanish and will be run by Banco de España expert trainers.

Participation is by invitation only from ASBA.