

Format for reporting of the Action Plan

	Actions Required	Detail of activities to be completed (List all activities in detail and provide current status of their completion)	Expected timelines for completion
1.	Governance Structure		
	Setting up of overall IRB Teams along with their roles and responsibilities for each of the major risks		
	Setting up of Models Development teams for each of the risk areas		
	Establishment of Management Reporting Framework.		
2.	IT Systems and Data improvements		
	Identification of gaps in the Risk Management Framework and completion of activities to fill those gaps, e.g. risk review, marked to market, limits structures etc.		
	Data Gap identification and filling		
	Development/improvement of Systems e.g. <ul style="list-style-type: none"> • Core Banking application • Collateral management system • Front office systems 		
	Acquisition/development of Basel Supporting software solutions, if any.		
	Establishment of centralized database		
3.	Development of Risk Models		
	Credit Risk		
	Internal rating systems for each set of borrowers as per detailed instruction in BSD Circular 8 of 2006.		
	Mechanism for estimation of <ul style="list-style-type: none"> * PD, * LGD, * EAD 		
	Credit Risk Models identification and development		
	Model validation mechanism		
	Filling the gaps in the minimum operational requirements		
	Market Risk		
	Development of Market risk management framework		
	Development of Market Risk Models		
	Software solutions for market risk measurement		

	Filling gaps in qualitative requirements		
	Operational Risk		
	Mapping of business activities		
	Identification of Key Risk Indicators		
	Mechanism and collection of Loss data		
	Filling the gaps in the qualitative requirements		
	Risk Control and self assessment		
4.	Internal Capital Adequacy Framework		
	Documented ICAAP in place		
	Mechanism for measurement and management of other risks		
5.	Training and Development		
	Training of Core team		
	Training for top management/Board of Directors		
	Training for general staff		
6.	Identification and arrangement of outsourcing, if any		
7.	Any other significant activity/development the bank/DFI may like to report		

All banks/DFIs are advised to further expand the major activities and provide details regarding their status and the expected time to complete the same.