

Copyright for all works completed by Ivory Research Co Ltd remains with Ivory Research Co Ltd.

You may not copy, modify, publish, transmit, transfer or sell, reproduce, create derivative works from, distribute, perform, display, or in any way exploit any of the content, in whole or in part, save as hereinafter provided.

You may download or copy one copy of the work you have purchased only for your own personal use; however, you may not submit this document under your name.

The statements contained herein are statements of opinion of the writer only and not the statements of Ivory Research Co Ltd, its officers, employees or agents. To the fullest extent permissible by law Ivory Research Co Ltd hereby excludes liability for the truth or accuracy of any information provided herein, provided that nothing shall affect your statutory rights where you deal as consumer

## **Topic: Project Management Banking Sector**

**Topic 1:** What risk management techniques need to be applied to reduce the current lending risk in the UK banking sector?

**Objective:** A report in the news this week suggests that UK banks are again at risk of debt defaults despite the caution about lending that was characteristic after the financial crisis in 2008-2009. Therefore, this project intends to examine why there is a new concern about risk and, therefore, how risk is currently managed in the retail/business banking sector and what measures must be taken to mitigate it

### **Key Source:**

PWC. (2020). *Retail Banking 2020: Evolution or Revolution*. Available at: <<https://www.pwc.com/gx/en/banking-capital-markets/banking-2020/assets/pwc-retail-banking-2020-evolution-or-revolution.pdf>> [Accessed 18 January 2020]

Bank of England. (2019). *Financial Stability Report*. Available at: <<https://www.bankofengland.co.uk/-/media/boe/files/financial-stability-report/2019/july-2019.pdf>> [Accessed 18 January 2020]

**Topic 2:** What impact does frequent change in auditor have on confidence in the quality of bank risk audit?

**Objective:** A report by PWC (2015) stated that “some legislators and regulators have proposed or introduced mandatory audit firm rotation as a solution. Certain stakeholders contend that more proscriptive requirements regarding mandatory audit firm rotation should be adopted more widely specifically for banks because of their importance to the capital market”. However, PWC disagreed, stating that more proscriptive rotation requirements would have more adverse consequences for financial institutions in the EU? Therefore, this project intends to appraise the impact of risk audit rotation on audit outcomes.

### **Key Source:**

PWC. (2015). *Point of View*. Available at: <<https://www.pwc.com/gx/en/audit-services/publications/regulatory-debate/assets/pwc-eu-enhance-quality-audits-banks.pdf>> [Accessed 18 January 2020]

Chapelle, A. (2018). *Operational Risk Management: Best Practices in the Financial Services Industry*. Hoboken, NJ: Wiley.