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ATTORNEYS AT LAW

MANAGING THE NEW TRANSPARENCY OF LEGAL RISK POST BASEL II

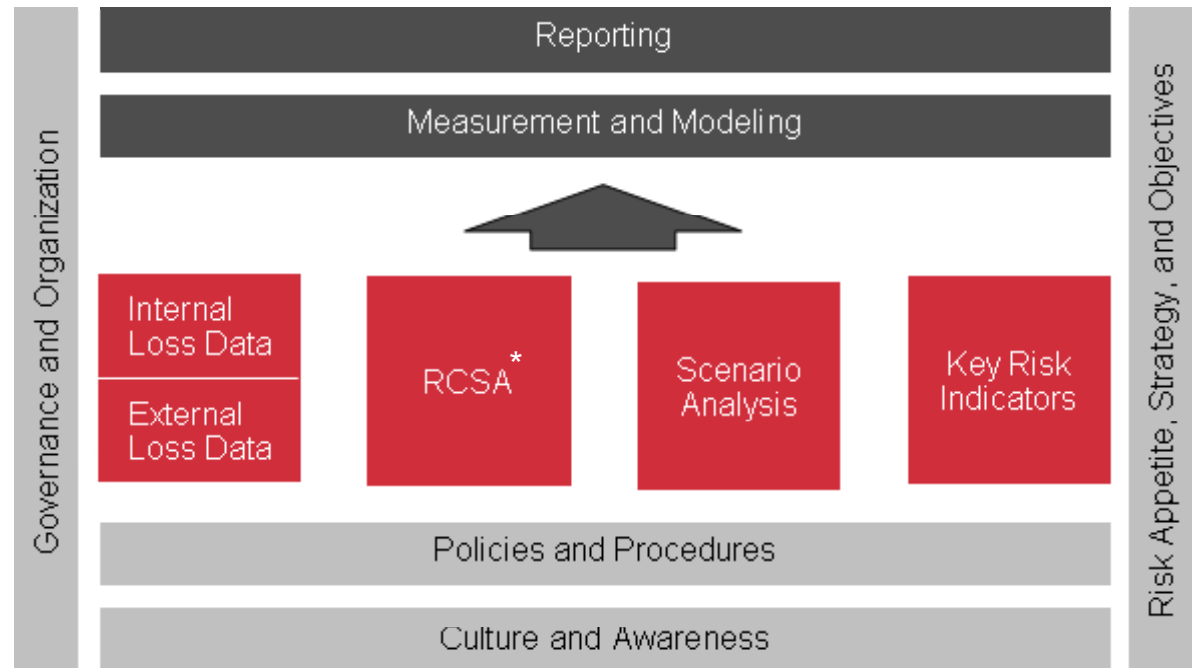
**Using operational risk tools to advantage to
manage a firm's legal risk exposure**

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Philippa Girling

Using operational risk tools to advantage to manage a firm's legal risk exposure

- Identify, assess, control/monitor & mitigate legal risk
- Considers all legal risks that may arise in all Op Risk Categories
- Loss data collection allows for analysis of past legal events
- RCSA and scenario analysis encourages business to consider legal risk periodically
- Ensures legal risk is considered in New Product Approval activities
- Legal can determine appropriate KRIs to monitor legal risk
- Tools for prioritization of mitigating activities
- Allows for proactive legal risk management and associated decision making



*RCSA = Risk and Control Self Assessment