

Assessment of the implementation of risk management requirements for EMIs and PIs



Resolution No 03-106 of the Board of the Bank of Lithuania of 23 July 2020 on approval of the description of requirements for electronic money institutions and payment institutions regarding the governance arrangements and safeguarding of received funds (paragraphs 9.4, 10.3, 11, 12, 13, 15 and 16 of the Description)



Resolution No 03-174 of the Board of the Bank of Lithuania of 26 November 2020 on the approval of the description of information and communication technology and security risk management requirements (paragraph 70.1 of the Description)

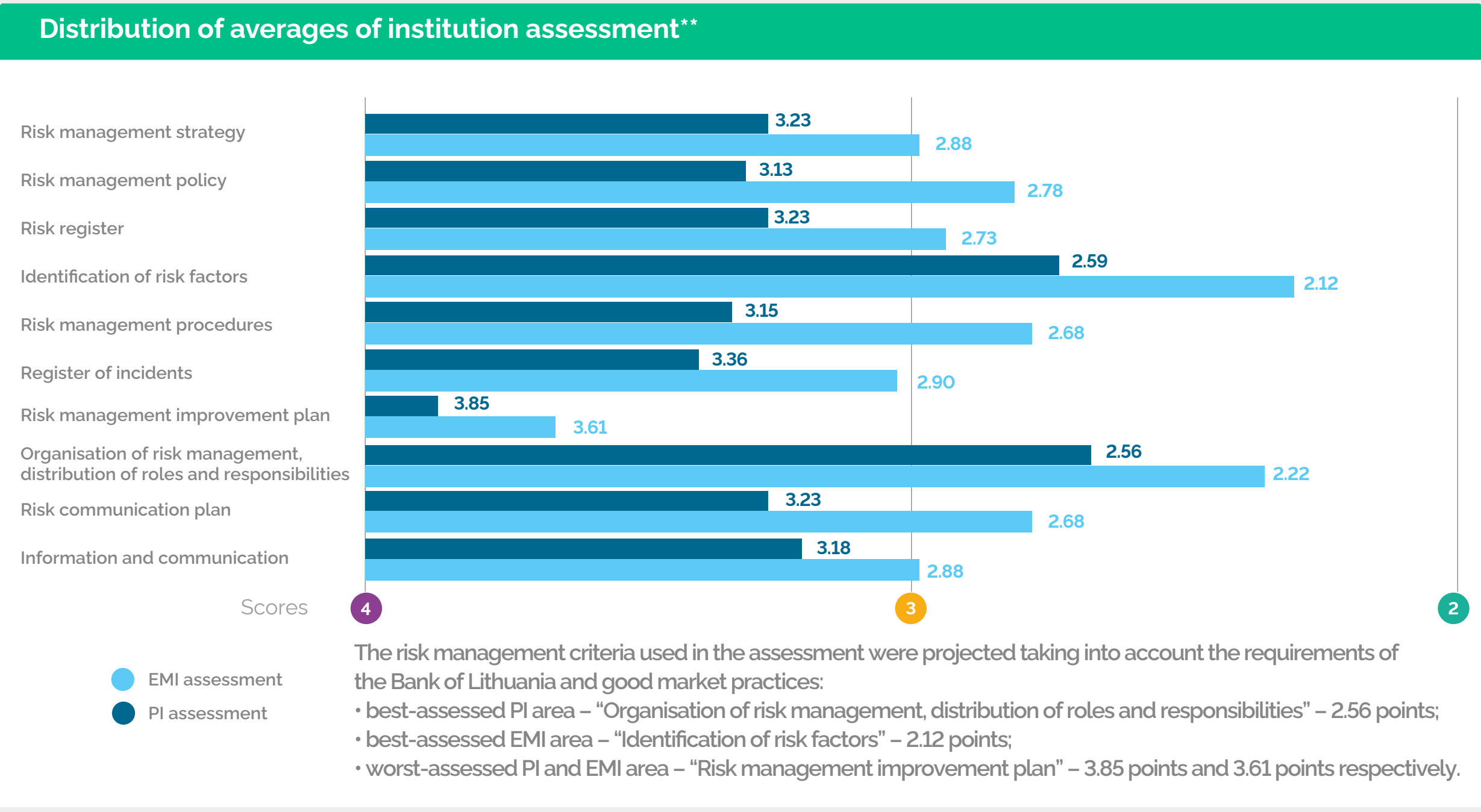
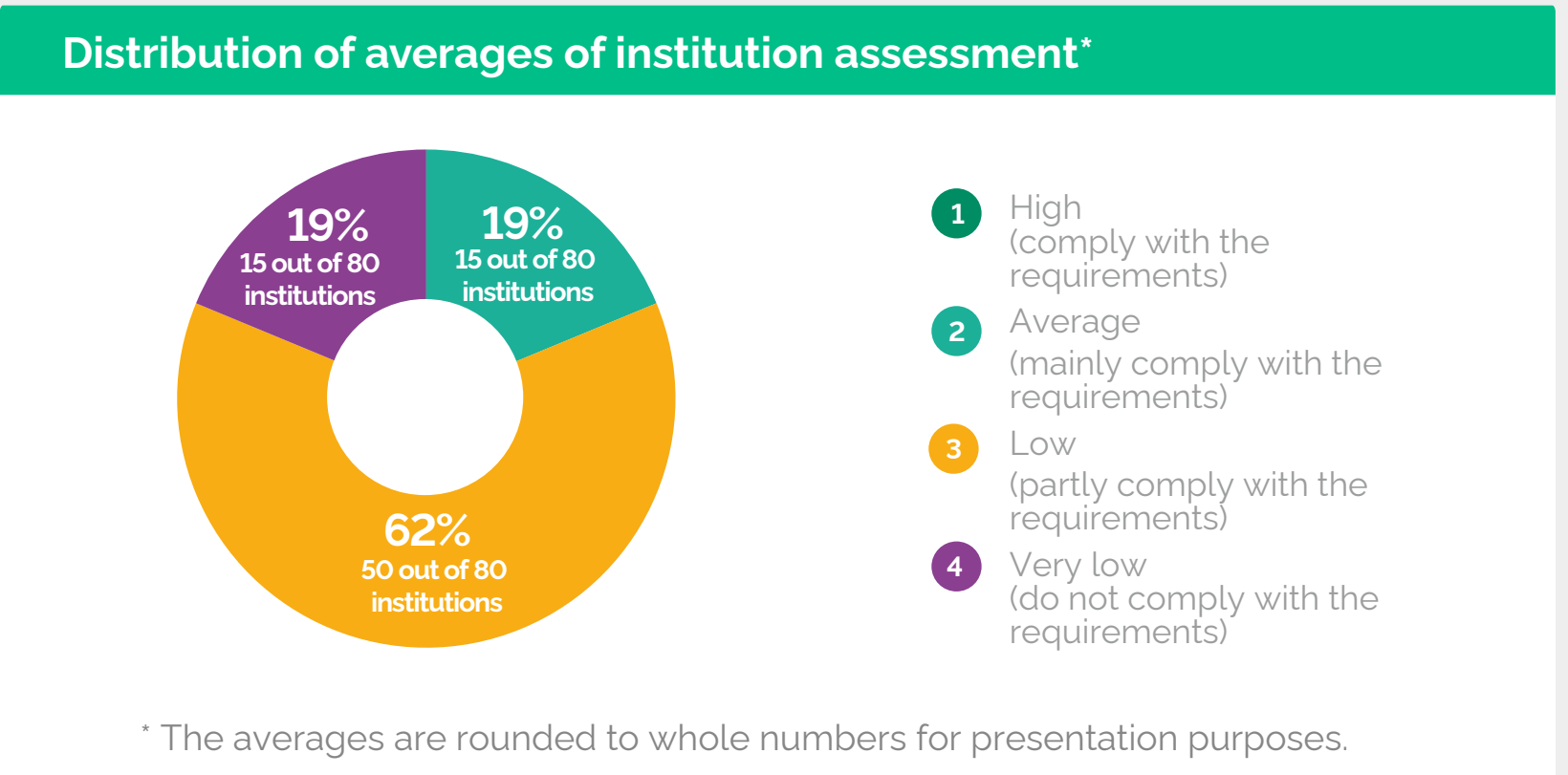


Management of Risk: Guidance for Practitioners (2011, Office of Government Commerce in the United Kingdom, ISBN 9780113312740) – Risk Management Standards

Assessed institutions

39 payment institutions (PIs)

41 electronic money institutions (EMIs)



Gerosios praktikos

Good practices of risk management:

- Register of incidents**
 - establishment of the register, regular updates even if no incidents were recorded.
- Risk register**
 - planning of resources for risk mitigation actions (6% of institutions);
 - plans to present the results of the review of risk mitigation actions (30% of institutions);
 - specifying time limits for the implementation of risk mitigation measures (32% of institutions).

- Risk management policy**
 - development of the risk management strategy and risk management policy (separate documents).
- Risk management procedures**
 - development of risk management procedures;
 - inclusion of the risk management process scheme in the institution's internal documentation.
- Risk management strategy**
 - identification of indicators that help inform the institution in advance about the possible risk materialisation (EWI/KRI indicators).

- Organisation of risk management**
 - establishment of separate positions responsible for risk management (e.g. risk manager).
- Risk management improvement plan**
 - development of the risk management improvement plan.
- Risk communication plan**
 - development of the risk communication plan.

- Identification of risk factors**
 - application of risk categories specified by the Bank of Lithuania, providing for risk sub-categories associated with the institution's daily activities and the most common risks.
- Risk information and communication**
 - timely development of quarterly risk maps, annual risk reports and annual risk management system assessments as separate documents.

Assessment average by institution type**

