DO MORE

Head of market and liquidity risk management

Proficiency level

- X New Gen AI skills
- X New skills
- X Transferrable skills at the same proficiency level
- X Transferrable skills at a higher proficiency level[1]

Skills Framework track	Risk, compliance and legal
Job function	Risk management
Job family	Market and liquidity risk
Sub-sectors	Retail banking, corporate banking, investment banking, private banking and wealth management
Expected augmentation by Gen AI	**Do more:** Gen AI can automate the collection and analysis of large market datasets, providing real-time insights and predictive analytics to inform risk management decisions. It can also augment communication with regulators and external bodies by generating both synthesized and comprehensive reports, and ensure compliance with regulatory requirements

Key tasks that can benefit from Gen AI

Critical work functions	Key tasks
Develop risk mitigation and consequence management activities	Liaise with regulators and external bodies to provide regular reports of market and liquidity risk management positions
	Analyze financial forecast findings and risk positions for products and provide recommendations for action
	Review and endorse decisions made during post-submission or benchmark submissions checks
Maintain market and liquidity risk management policies and frameworks	Define and enforce market risk and liquidity risk management policies and governance frameworks
	Communicate business requirements to IT department to increase the efficiency of systems used to monitor and manage market and liquidity risks
	Manage internal and/or external auditors, senior management, and other market professionals on market risk and liquidity- risk-related matters
	Ensure alignment between market and liquidity risk management policies, frameworks, and activities with the organization's overall risk management and business strategies
Monitor and identify market and financial risks	Conduct quality reviews and validation of scenario analysis and stress-testing activities
	Communicate risk positions to senior management and board members based on market and liquidity context to aid decision-making
	Provide recommendations for risk management to senior management based on insights derived from valuation modeling and analytics activities
	Develop risk mitigation strategies that reflect extreme market events identified though scenario analysis
	Devise risk mitigation strategies based on findings from scenario analysis and stress testing
Manage risk appetite and risk controls	Ensure organization's ongoing adherence to market risk and liquidity risk management requirements and limits

New Gen AI skills

Gen AI strategy 5	Gen AI innovation, R&D, and innovation management 5	Prompt design 3
Leading Gen AI-enabled transformations 5	Ethical frameworks for Gen AI 5	Gen AI principles and applications 3
Gen AI data governance 5	Regulatory, legal, and risk management compliance in AI and Gen AI 5	

1. Transferrable skills with an increase in one level of proficiency is considered easier to acquire than transferable skills with multiple levels of increase in proficiency, followed by net new additional skills. Depending on job redesign for the financial institution, the financial institution will have to pick select skills to reskill employees on, via a combination of on-the-job training and existing courses.

Source: SkillsFuture Skills Framework