

Risk Management and Improvement Measures of Bill Business of China Construction Bank Jilin Branch

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Abstract. Bill management system is built for business management methods, procedures and regulations made comb, especially in passing bills business bills, review the information, approval and notes and records management approach authorization, so that business people in the process of handling the rules to follow. This paper studies the risk management instruments and proposes practical risk management measures based on the status study in China Construction Bank Jilin Branch.

Introduction

Jilin Branch of China Construction Bank in the business of risk management instruments has the following three characteristics:

Binzhou Bank of China branch managers have recognized the ideological primacy of risk management. Binzhou Branch set up a dedicated Risk Management Committee and the relevant departments, the organization not only for the bill business, but for the entire branch Binzhou overall risk prevention and control, which shows, Binzhou branch manager attaches great importance to risk management, which has laid a solid foundation for our risk management instruments.

Bill management system for business management methods, procedures and regulations made comb, especially in passing bills business bills, review the information, approval and notes and records management approach authorization, so that business people in the process of handling the rules to follow. The system also functions and processes of bill business operators made more explicit provisions in the rules and regulations to prevent the occurrence of operational risk level.

Bill management system integration line in each department resources to build the division of responsibilities and rights fully and play a role of mutual restraint inner structure. In the course of business for the bill, the business sector to apply the company's background, and other information for verification, ticket center will be to identify the authenticity of the documents, the business sector is responsible for verification of the company's unit for review, loan approval will be authorized amount, account lending department, and maturity of recovery, after the contents of the loan supervision and risk management department.

According to industry, location, product type and customer risk criteria such bill business was controlled in advance to form a database. At the same time, in order to achieve a timely and effective sharing of customer information, Binzhou Branch in 2006 began construction of information technology management system, able to bill customers for dynamic monitoring of assets. This system can alert potential risk in several ways, one is the system automatically collects real-time information industry, including national policy, market interest rates affect the generation information, etc. in order to effectively predict and prevent market risks due to changes caused by the policy; the second is to bill business operational procedures more stringent requirements, such as review and approval of compliance and rigor. And staff should regularly review the implementation of the verification visits and the approval of the bill by the business before. Effectively reduce the occurrence of operational risk.

The system is in real life despite many shortcomings, but coordination of the system in the future will bill business risk management play a significant role.

Risk Management Improvement Measures of Bill Business of China Construction Bank Jilin Branch

Jilin Branch of Bank of China as a deposit mechanism to eliminate the risk, the main measures to reduce losses, but its inherent risks. This situation left unchecked will allow banks to suffer losses. Jilin Branch of Bank of China can not blindly consider service and market share, should pay more attention to traffic safety and compliance. We must improve the systems and processes in the transformation to start to solve the problem at the root causes.

We should first determine the legal status of the margin that is confirmed by legislative means currency as the legal status of an independent Property object. On this basis, further recognition as an independent surety guarantees way to distinguish chattel mortgage and pledge of rights. With legal basis, the bank will be able to get rid of the passive position, in the bill and large customers to talk about business, the margin whether to pay, how much to pay, the presence of which the account is not as pull customers preferential conditions must be implemented as a hard and fast rules, the gradual elimination the legal system and the actual market deviates from the phenomenon, so that the margin really helps reduce the risk of loss prevention functions.

One reason for doubt is the effectiveness of a security deposit bank interests and the interests of other creditors had a conflict, if the bank deposit at the time of the establishment of a truly comprehensive procedures and clear legal relationship in the conflict resolution process will be able to be in a favorable position, and ultimately protect their legitimate rights and interests. Thus, the relationship between a reasonable balance between facilitation and compliance between the operation, as far as possible in accordance with the requirements of the various legal systems to regulate margin business, may well be one of the ways to solve the problem.

Build a complete, clear roles and responsibilities of bill business control management system in the Binzhou branches. Notes further improve business execution, execution method, reducing losses due to operational errors arising. At the same time strengthen the bill business audit management.

Jilin Branch should pay attention to the role of regulation, the establishment of post-supervision center, focused on the business branch in particular bill business supervision. An error is found in favor of the business, so that various violations, discipline, law officers no loopholes.

Binzhou branch should be established between the various departments of fast and efficient information systems to ensure the quality and timeliness of the information, and then through effective communication can guarantee the authenticity and timeliness of information to a certain extent.

Binzhou Branch should clarify the rights on a particular bill business operations corresponding to the respective responsibilities and to develop appropriate performance evaluation and incentives, timely detection found jobs in bill business in case of a default, strict accountability of the parties, by such accountability can be a good help Binzhou branch bill business regulatory implementation and enforcement.

Binzhou Branch should improve the ability to distinguish between true and false reporting. Some rating unit for a number of interests, often make a "pretty" reports. Branch if not handled carefully these reports will cause losses to the bank.

Binzhou Branch should establish its own set of evaluation system should be comprehensive external asset evaluation report, to make a more objective and accurate according to standard. Can not all rely on the company's external evaluation report should say in their own hands, using their own evaluation system to assess the collateral and its own assessment based, supplemented by external evaluation report to ensure that the collateral safety and value of the foot.

Bank of China Binzhou branch has attention from the professionalism and compliance awareness of employees. To organize regular staff training and study, improve the ability of the staff strictly enforce the rules and regulations of consciousness, enhance consciously resist the erosion of various ideological corruption.

Strengthen regulatory authorization to construct efficient authorization management system. Scientific development authority is to bypass the authorization process to be disturbed by departmental interests, personal interests, rights and responsibilities to ensure consistency.

Strengthen supervision and implementation, Binzhou authorized the branch should do to take dynamic supervision observation, rapid feedback, so that the entire branch credit management and constantly improve.

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