

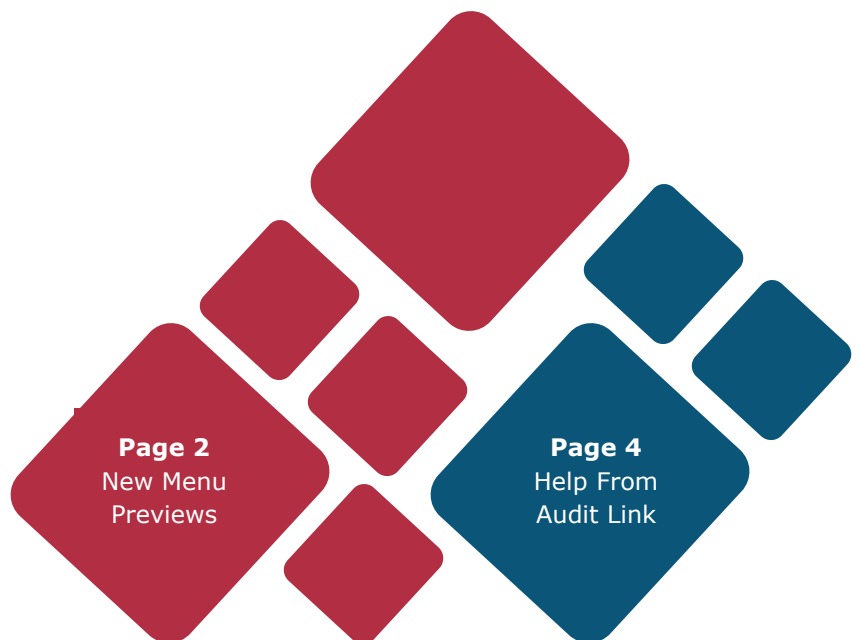


# Using CU\*BASE for Enterprise Risk Management

No credit union in our network should be forced to purchase an ancillary system for enterprise risk management.

Using CU\*BASE, any credit union of any size can develop a strategy for **monitoring, managing, and controlling risk.**

Look inside to see how the new CU\*BASE menus will help you develop an enterprise risk management for your credit union.



## New CU\*BASE Menus for Enterprise Risk Management



Based on the Examiner's Guide and the NCUA Letter to Credit Unions 10-CU-03, there are seven primary risks plus concentration risk that a credit union is expected to manage.

The new menus will allow every credit union to monitor these key areas of risk. The menu will also allow you to go online to the CU\*Answers collaborative toolkits where you can look at what your peers have accomplished in managing risk.

The menus allow the credit union to answer such questions as:

- ✓ What are the credit risk scores in each portfolio segment?
- ✓ What are the returns on investments?
- ✓ Does the credit union know of any single borrowers who could threaten the safety and soundness of the institution if the borrower defaulted?
- ✓ Does the credit union have evidence that members and employees are regularly monitored for fraud?

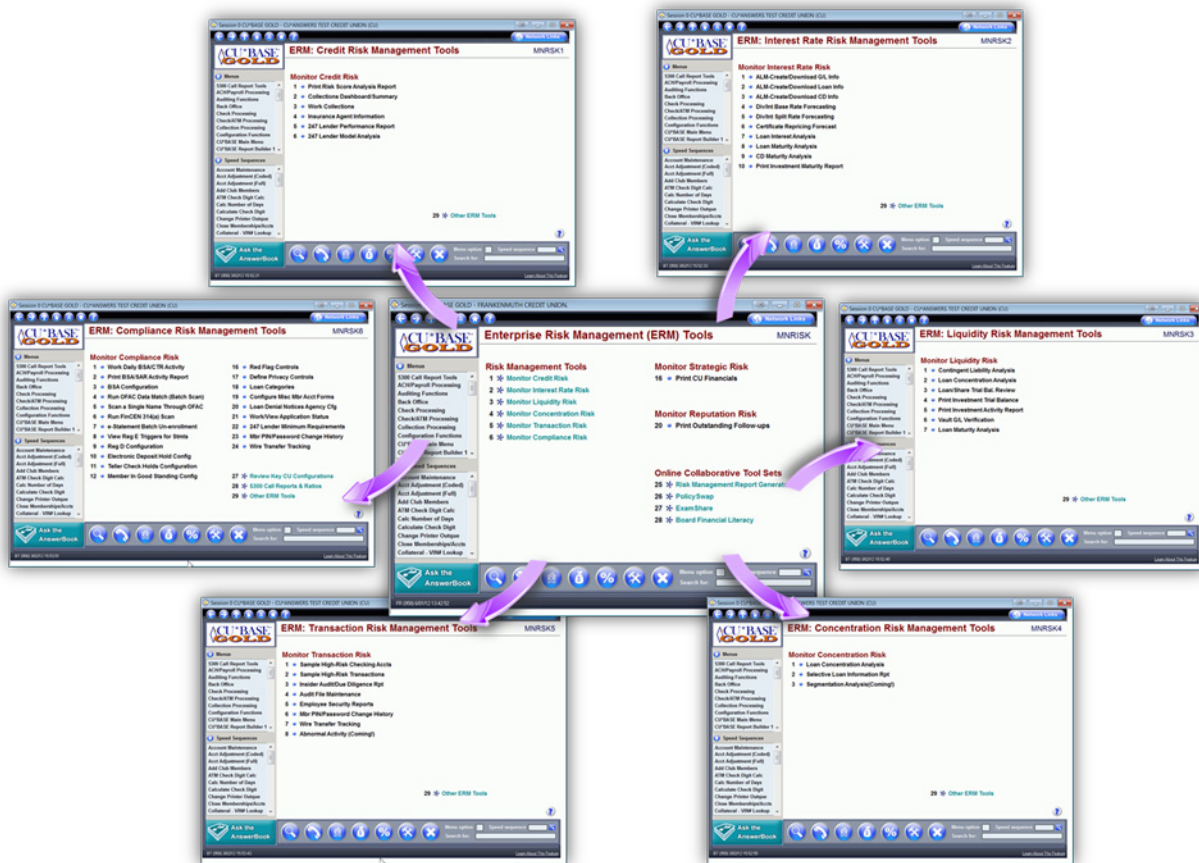
And many others.

The main ERM menu is linked to every menu option you will need to start your own enterprise risk management program. For example, you can manage your Interest Rate Risk with a few short steps. Given that the NCUA is considering an interest rate risk program essential for share insurance, some work in this area early on can save a credit union serious trouble down the road.

Not only is the policy of the regulatory agencies moving towards Enterprise Risk Management as a requirement, a well-run Enterprise Risk Management program can be an extremely valuable tool that can save significant credit union dollars by identifying problems in all areas. **Best of all, this system is offered at no extra cost.**

Our CU\*BASE product offers many tools to help credit unions implement an Enterprise Risk Management program for the purpose of managing uncertainty and NCUA examinations. Regardless of institution size, Enterprise Risk Management need not be expensive or especially complex for credit unions. A primary goal in the CU\*Answers plan is to demonstrate that an Enterprise Risk Management program is something every credit union can implement and maintain. Also, by having an Enterprise Risk Management program tied to CU\*BASE, our product is more marketable and avoids forcing the credit union to purchase ancillary systems

## The Main ERM Menu Will Take You Where You Need To Go





# Look for Audit Link Help Starting Mid-July

We know that implementing an enterprise risk management program at your credit union can seem daunting at first. Audit Link is ready to help. We will create how to documentation and start offering seminars specially tailored for the size of your credit union. No matter if your credit union is large, medium, or small, any credit union can use CU\*BASE for enterprise risk management.

If your credit union would like additional help, Audit Link will be available for consulting or to even manage the program for you.

## We will answer questions like

How often should reports be run?

What are the key reports my examiner will be looking for?

How should I tailor my reports for the board and executive management?

When should I immediately alert others to my risk findings?



**AuditLink**  
CU\*ANSWERS Management Services

