CAIIB · Elective

Risk Management (Elective)

SYLLABUS & PRIORITY GUIDE

Based on the latest IIBF revised syllabus · June 2026

Exam Snapshot

Paper type	Elective (choose ONE of five)
Questions	100 MCQs
Marks	100
Duration	2 hours
Pass mark	50/100, or 45 + 50% aggregate with compulsory papers
Negative marking	None
Medium	English & Hindi
Mode	Online (twice a year — June & December)

How to Use This Guide

This guide maps the complete official IIBF syllabus for **Risk Management (Elective)**, module by module and chapter by chapter. Each module carries a **priority badge** — **HIGH** (score-driving, study first), **MEDIUM** (steady weight) or **LOW** (read once) — plus a **NUMERICAL / THEORY** tag so you know where calculation practice is needed. Use the Priority Matrix and the Top 10 list for fast revision.

Module-wise Syllabus

Module A Risk & Risk Management Framework

HIGH NUMERICAL

Key focus: Risk types, framework, governance

1. Concept of Risk & Risk Management
2. Risk Management Framework & Governance
3. Risk Identification & Measurement
4. Risk Appetite & Risk Culture
5. Enterprise Risk Management (ERM)

Module B Credit Risk

HIGH NUMERICAL

Key focus: Credit risk measurement, rating, mitigation

1. Credit Risk — Concepts & Components
2. Credit Risk Measurement Models
3. Internal & External Credit Rating
4. Credit Risk Mitigation Techniques
5. Portfolio Credit Risk & Concentration

Module C Market Risk

HIGH NUMERICAL

Key focus: Market risk, VaR, interest rate & forex risk

1. Market Risk — Concepts
2. Value at Risk (VaR) & Measurement
3. Interest Rate Risk
4. Foreign Exchange Risk
5. Equity & Commodity Price Risk

Module D Operational Risk

MEDIUM NUMERICAL

Key focus: Operational risk, measurement, mitigation

1. Operational Risk — Concepts & Sources
2. Operational Risk Measurement Approaches
3. Operational Risk Mitigation & Controls
4. Business Continuity & Resilience
5. Fraud Risk Management

Module E Basel & RBI Guidelines on Risk Management

HIGH NUMERICAL

Key focus: Basel I/II/III, capital adequacy, RBI norms

1. Basel I, II & III Frameworks
2. Capital Adequacy & CRAR
3. ICAAP & Supervisory Review
4. Liquidity Standards (LCR & NSFR)
5. RBI Guidelines on Risk Management

Module F Derivatives & Risk Management

MEDIUM NUMERICAL

Key focus: Derivatives, hedging, risk applications

1. Introduction to Derivatives
2. Futures & Forwards
3. Options & Swaps
4. Hedging with Derivatives
5. Credit Derivatives & Risk Transfer

Priority Matrix

Module	Priority	Numerical?	Key focus
Module A — Risk & Risk Management Framework	HIGH	Yes	Risk types, framework, governance
Module B — Credit Risk	HIGH	Yes	Credit risk measurement, rating, mitigation
Module C — Market Risk	HIGH	Yes	Market risk, VaR, interest rate & forex risk
Module D — Operational Risk	MEDIUM	Yes	Operational risk, measurement, mitigation
Module E — Basel & RBI Guidelines on Risk Management	HIGH	Yes	Basel I/II/III, capital adequacy, RBI norms
Module F — Derivatives & Risk Management	MEDIUM	Yes	Derivatives, hedging, risk applications

⚙ Numerical Topics Hotlist

Modules below carry calculation-based questions — practise these with a timer.

Module A — Risk & Risk Management Framework

Risk types, framework, governance

Module B — Credit Risk

Credit risk measurement, rating, mitigation

Module C — Market Risk

Market risk, VaR, interest rate & forex risk

Module D — Operational Risk

Operational risk, measurement, mitigation

Module E — Basel & RBI Guidelines on Risk Management

Basel I/II/III, capital adequacy, RBI norms

Module F — Derivatives & Risk Management

Derivatives, hedging, risk applications

🔟 Top 10 Most Important Topics

1 **Value at Risk (VaR) & Measurement**
MODULE C · Market Risk
Core market-risk numerical, asked every cycle.

2 **Basel I/II/III Frameworks**
MODULE E · Basel & RBI Guidelines on Risk Management
Capital framework is a guaranteed high-yield area.

3 **Capital Adequacy & CRAR**
MODULE E · Basel & RBI Guidelines on Risk Management
Direct CRAR calculations repeat.

4 **Credit Risk Measurement Models**
MODULE B · Credit Risk
PD/LGD/EAD numericals are high-yield.

5 **Interest Rate Risk**
MODULE C · Market Risk
Duration and gap questions recur reliably.

6 **Liquidity Standards (LCR & NSFR)**
MODULE E · Basel & RBI Guidelines on Risk Management
Ratio-based questions asked consistently.

7 **Operational Risk Measurement**
MODULE D · Operational Risk
Measurement approaches tested directly.

8 **Credit Risk Mitigation Techniques**
MODULE B · Credit Risk
Collateral and netting concepts repeat.

9 **Options & Swaps**
MODULE F · Derivatives & Risk Management
Derivative payoffs and pricing are frequent.

10 **Enterprise Risk Management (ERM)**
MODULE A · Risk & Risk Management Framework
Framework-level conceptual scoring area.

Insights & Strategy

- **Start here:** Module A (Risk & Risk Management Framework), Module B (Credit Risk), Module C (Market Risk), Module E (Basel & RBI Guidelines on Risk Management) carry the highest weight — secure these first.
- **Numerical edge:** Module A, Module B, Module C, Module D, Module E, Module F reward timed practice; a few guaranteed marks come from formulas.

- **Revision loop:** use the Top 10 list as your final-week checklist — those topics alone cover a large share of marks.
- **PYQ habit:** attempt past-year MCQs after every module; pattern recognition beats rote learning in JAIIB.

Prepare Smart with Learning Sessions

Structured, exam-oriented coaching for Risk Management (Elective) — live classes, chapter-wise PYQs, mock tests and downloadable ePDFs, in Hindi & English.