

Which ALM Model Validation Report Is Right for My Institution?

ALM Model Issues	Comprehensive ALM Model Verification	Technical ALM Model Verification	ALM Model Risk Assessment
Determine the forecast accuracy and regulatory compliance position of the model	X	X	
Establish the level of model risk for regulatory compliance	X	X	X
Evaluate the model control environment against industry practice	X	X	
Verify that the model is conceptually adequate for all your institution's needs	X		
Confirm that the model can identify and model all contractually defined behaviors in the balance sheet	X	X	
Prove that the technical details of the model (category setup specifications, data, contractual inputs, assumptions, reports) are input or defined properly	X	X	X
Determine that category-level behavior inputs are accurate and suitable for their specific applications	X	X	
Validate model produced forecasts at the detailed category level	X	X	