

Oracle FLEXCUBE Enterprise Limits and Collateral Management



FEATURES

- Centralized online limits tracking and monitoring
- Support for multi currency operations
- Define currency restrictions for exposure
- Flexible structure for definition of Limits
- User defined exposure tracking
- Flexible collateral management to match limits definitions
- Support for revaluation of collateral
- Effective utilization management
- Open architecture
- Multiple deployment options

BENEFITS

- Efficient exposure management with centralized control and monitoring of limits and collateral
- Enable high fidelity information delivery for real time data-based credit decisions
- Track exposure quality by revaluating collateral at desired frequency
- Streamline collateral management process with collateral pooling and contribution controls
- Ease integration for co-existence with current application landscape
- Built on Oracle Fusion and enabled for SOA deployments

Today's challenging economic conditions are forcing banks to continuously assess their exposure in real-time across the enterprise. Absence of a centralized repository for limits and collateral management can cause overexposure and inability to track exposure by customer relationship, or business sectors. Further, relationships are not managed with a holistic view considering all factors including related parties, or industry segments. Often the corresponding exposure due to the underlying collaterals from a particular sector is difficult to measure and report. The task of managing exposure by currency and jurisdictions brings in additional complexity that banks have to manage due to data and processes embedded within multiple applications (or instances thereof) across the enterprise.

Oracle FLEXCUBE Enterprise Limits and Collateral Management is an enterprise application that enables banks to gain a holistic view of their exposure by centralizing limits definition process and collateral management and effectively managing the underlying documentation. The application also helps banks in effectively tracking, measuring and taking corrective action on exposure across the institution. The process driven architecture enables enterprises to centralize the process standards for defining and managing limits and collaterals on a single platform. Built on SOA, Oracle FLEXCUBE Enterprise Limits and Collateral Management provides strong integration capability to coexist with the existing application landscape.

Efficient exposure management with centralized control and monitoring of limits and collateral

Oracle FLEXCUBE provides centralized online tracking of multi-currency limits for all transactions across the bank, including global multi-entity operations. It allows definition and maintenance of several credit lines per customer relationship. Limits can be set and tracked at multiple levels for a single funded facility granted to a customer at a customer group level, as well as entity level – especially useful in a

scenario where a bank needs to track exposure for a corporate with several entities.

Oracle FLEXCUBE Limits and Collateral Management application can accept all account related information from all of the bank's transaction processing systems, product processors or core banking applications, for creating lines and corresponding sub-lines. These lines can be defined for a product or across a combination of products and each sub-line can act as a main line for an additional level of sub-lines, resulting in the definition of multiple levels of lines. Utilization management is used for keeping on-line tab on usage of credit limits. This ensures that a customer's liability to the bank at a given point in time remains within a predefined limit. The exposure tracking mechanism in utilization management helps track exposure of liability for a specific period (day, month, and year). It also tracks industry or sector based exposure.

Enable high fidelity information delivery for real-time data based credit decisions

Oracle FLEXCUBE enables centralized control and monitoring of exposure by customers and segments, along with tracking and reporting exposure by geography, sector, industry etc. The application also lets users define the level of adherence to the defined limits. It provides the option of defining currency restrictions for credit lines. The application allows tracking of direct exposure of collateral as well as indirect exposure to the segment or nature of collateral.

Oracle Business Intelligence enables financial institutions to become more responsive with advanced business intelligence functionality and drive intelligent customer interactions with a unified customer view across the enterprise. Oracle Business Intelligence improves organizational performance by providing pervasive insight to everyone, everywhere and helps in making sound business decision using informative reports. It effectively monitors business information to identify risks.

Track exposure quality with revaluation of collateral at desired frequency

The establishment of limits involves different types of currencies and collateral. Exchange rates and values of marketable securities are driven by market forces and vary over time. To address this, the solution provides for a facility for revaluation to maintain realistic limits and to reflect prevailing market trends. It can track and monitor the value of the underlying collateral such as the value of a marketable security. It can also specify the bank's sensitivity to the security, shown as a percentage increase or decrease beyond the current market price, which will trigger off the revaluation process. If a security is quoted in different markets in multiple values, the solution can capture the price by entering a price code which indicates the market place for which the price is quoted.

Streamline collateral management process with collateral pooling and contribution controls

Oracle FLEXCUBE maintains and tracks details of collateral offered to support

RELATED PRODUCTS AND SERVICES

Oracle FLEXCUBE is a comprehensive product suite that addresses all of your banking needs through a single platform. Designed and built specifically for the banking industry Oracle FLEXCUBE is unsurpassed in flexibility, scalability, and functionality. Large banks across the world have chosen Oracle FLEXCUBE to standardize their operations. The Oracle FLEXCUBE suite includes:

- Oracle FLEXCUBE Universal Banking
- Oracle FLEXCUBE Core Banking
- Oracle FLEXCUBE Lending and Leasing
- Oracle FLEXCUBE Direct Banking
- Oracle Reveleus
- Oracle Mantas

credit granted by a bank. The details specified for collateral is determined by whether it is backed by a marketable or a non-marketable security.

A collateral pool, made up of individual pieces of collateral, can be defined. Additionally, users have the flexibility of defining how much each piece of collateral contributes to the pool.

Strong integration capabilities with other systems

Built on SOA, Oracle FLEXCUBE Enterprise Limits and Collateral Management provides strong integration capability to coexist with the existing application landscape of a bank. Its comprehensive sets of web services allow easy integration with any custom-built or third-party solutions. This enables banks to leverage their existing enterprise assets and ensure better return on investment. Oracle FLEXCUBE is highly flexible and offers high performance and scalability to enable banks achieve their inorganic growth objectives.

Simplify document management

Oracle FLEXCUBE Enterprise Limits and Collateral Management leverages Oracle Imaging and Process Management as the underlying document management system. Documents pertaining to a business process, in a digitized form can be uploaded from Oracle FLEXCUBE into Oracle Imaging and Process Management, thereby linking a transaction in Oracle FLEXCUBE to a set of documents stored in the Oracle Imaging and Process Management. In the later stages of the same or different business process, the same set of documents can be fetched from the Oracle Imaging and Process Management, to be acted upon.

Contact Us

For more information about Oracle Financial Services Products and Services, please visit oracle.com/financialservices or call +1.800.ORACLE1 to speak to an Oracle representative, or e-mail us at financialservices_ww@oracle.com.



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