

# PEOPLESOFT ENTERPRISE RISK MANAGEMENT



*Consolidate real-time  
information from all  
aspects of your  
operations*

Oracle's PeopleSoft Enterprise Risk Management is an intelligent solution designed to facilitate the management of financial risk in a volatile marketplace. Built-in analytic mappings to a leading third-party valuation engine enable you to manage enterprise exposure, value at risk, mark-to-market, convexity, durations, and other complex risk factors. Our solution provides real-time access to enterprise and third-party data using only a web browser.

PeopleSoft Risk Management, in conjunction with PeopleSoft Cash Management and Deal Management, makes up Oracle's PeopleSoft Enterprise Treasury suite. Together these applications provide a competitive edge for sophisticated global treasury units.

## **Essential Risk Management**

PeopleSoft Risk Management supports the valuation and analysis of your treasury's portfolio of transactions and exposures:

- Analyze online pricing and portfolios using interface to third party and proprietary analytical tools.
- Perform effectiveness testing to ensure compliance with FAS 133/138 and IAS 39.
- De-designate hedges if they do not meet the regulatory limits and let Oracle's PeopleSoft solutions take care of the accounting entries with a full audit trail.
- Update market information using feeds from external quote vendors.
- Track underlying exposures and hedges, maintain hedging relationships, document hedging strategies, test effectiveness, and create required journal entries using our flexible FAS 133/138 and IAS 39 solution.
- Utilize PeopleSoft Risk Management's support for fair value and cash flow hedges
- Use lifecycle tracking of both the underlying positions and the hedging transactions including changes of hedging status.
- Track Other Comprehensive Income and Equity Translation Adjustment.
- Quantify market exposures by calculating Value at Risk (VaR) through interface to third-party analytical tools.
- Enforce position limits and apply limit controls automatically as these limits are approached or exceeded.
- Identify and report exposures across several dimensions, including counterparty, currency, and time.

Hedge Designation	Hedging Instrument	Deal Accounting	Hedged Item	Item Accounting	Hedge Maintenance
Unit: US001		Hedge ID: CASE5			
*Description: Interest rate swap to offset debt			Status: Active		
Hedge Type: FAS 133 Hedge					
*Hedge Relationship: Cash Flow Hedge			*Hedge Strategy: CASHFLOW		
<b>Effective Assessment Methods</b>					
Retrospective Evaluations: Assume No Ineffectiveness			<b>Risk Being Hedged</b> <input type="checkbox"/> Changes in Overall Fair Value <input checked="" type="checkbox"/> Interest Rate Risk <input type="checkbox"/> Foreign Exchange Risk <input type="checkbox"/> Credit Risk <input type="checkbox"/> Other Risk Name: <input type="text"/> <a href="#">Comments</a>		
Prospective Considerations: Assume No Ineffectiveness					
Ineffectiveness Method: Assume No Ineffectiveness					
<input checked="" type="checkbox"/> Shortcut Method for IRS Hedge *Risk Offset: Symmetrical Offset					
*Inception Date: 01/01/2005			Entered By: SAMPLE		
Discontinued Date:			Discontinued By:		
<a href="#">Discontinue</a> <a href="#">Discontinue Reason</a> <a href="#">Event Log</a> <a href="#">Document Sequencing</a>					
<input type="button" value="Save"/> <input type="button" value="Return to Search"/> <input type="button" value="Previous in List"/> <input type="button" value="Next in List"/> <input type="button" value="Notify"/> <input type="button" value="Add"/> <input type="button" value="Update/Display"/>					
<a href="#">Hedge Designation</a>   <a href="#">Hedging Instrument</a>   <a href="#">Deal Accounting</a>   <a href="#">Hedged Item</a>   <a href="#">Item Accounting</a>   <a href="#">Hedge Maintenance</a>					

Track and manage hedges using the Hedge Management screens.

### Oracle's PeopleSoft Enterprise Financial Management Solutions

Oracle's PeopleSoft Enterprise Risk Management is part of an integrated family of financial accounting and analytic applications. These solutions provide flexible, best practice business processes and greater insight into performance – helping organizations worldwide to transform finance into a strategic advantage. More than 30,000 companies in 145 countries have licensed Oracle E-Business Suite, PeopleSoft Enterprise, JD Edwards EnterpriseOne, JD Edwards World and Siebel solutions.

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