

BANKING

INTRADAY LIQUIDITY MONITORING AND REGULATORY REPORTING

Steria Liquidity Suite (SLS): The integrated solution for external reporting and internal control

The financial crisis and its global effects – in particular through the wide relations existing in the banking system – is increasing the pressure on monitoring payments and intraday liquidity. Sopra Steria Consulting offers SLS, a centralised solution that includes the new reporting tools and can be customised to meet individual requirements.

Basel Committee demands new monitoring tools

In April 2013, the Bank for International Settlements (BIS) published requirements for the extended management of intraday liquidity, so-called “Monitoring tools for intraday liquidity management”. These require banks to calculate and report new indicators on intraday liquidity. They also stipulate the definition and implementation of stress tests.

Action required by banks

Subsequently, there is a need for action by all banks. They must implement the monitoring tools before the 1 January 2015 deadline according to the existing proposal, but this may be delayed to 1 January 2016.

This covers not only all currencies but also a variety of systems. Faced with the complexity of the requirements, the current time frame is tight. Therefore, banks should start introduction quickly as only a prompt start to the project can guarantee on-time implementation.

SLS – the key answer to all new reporting issues

With the introduction of SLS, banks will comply with all requirements of the Basel Committee. To achieve this, Sopra Steria Consulting has extended the established cash management solution to include a module that covers the new reporting obligations. It can be used to conduct the stress tests and additional internal analyses.

The existing wide SLS database is used here. It covers the following external sources, amongst others:

- Target2
- EBA CLEARING (Euro1/Step1)
- Ancillary systems
- Nostro accounts (balances and payments)

Alongside internal information (e.g.: postings and credit lines), the necessary indicators can be determined. Automated comparisons ensure that the data is correct. The multi-client capability makes consolidation at Group level possible.

Indicator	
Transaction-based indicators	A(i): Maximum Intraday Liquidity Usage
	A(iii): Total Payments
	A(iv): Time-Specific Obligations
	B(i): Payments made on behalf of correspondent banking customers
	C(i): Intraday Throughput
Asset-based indicators	A(ii): Available liquidity at the start of the business day
	B(ii): Credit lines extended to customers

Fig. 1: Monitoring tools for intraday liquidity management

The reporting systems are supplied using standardised formats.

Individual approach

The consulting methodology of Sopra Steria Consulting offers a high degree of flexibility - from analysis support and the identification of optimisation potential, to the holistic implementation of the solution design.

We support you in designing and implementing a customised and needs-oriented project plan. Our approach embraces all traditional requirements and also takes the technical challenges of your IT environment into account. Our technical know-how forms the foundation of our range of services and solution design and is paired with comprehensive industry knowledge.

Contact us!

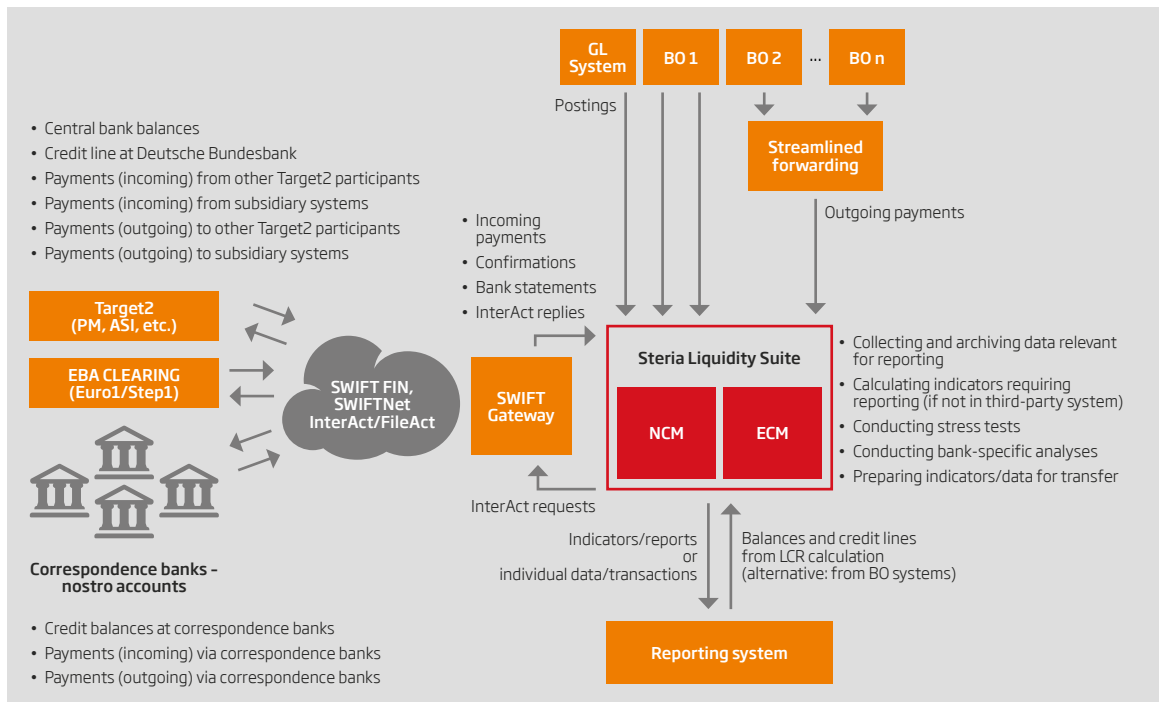


Fig. 2: System diagram

