

Limits and Collateral Management
Oracle FLEXCUBE Universal Banking
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1. About this Manual

1.1 Introduction

This manual is designed to help you to quickly get acquainted with the Limits and Collateral Management module. It provides an overview and takes you through the various steps involved setting up and maintaining the Limits and Collateral Management module.

You can further obtain information specific to a particular field by placing the cursor on the relevant field and striking <F1> on the keyboard.

1.2 Audience

This manual is intended for the following User/User Roles:

Role	Function
Back office data entry clerk	Input functions for funds
Back office managers/officers	Authorization functions
Product Managers	Product definition and authorization
End of day operators	Processing during end of day/ beginning of day

1.3 Organization

This manual is organized into the following chapters:

Chapter 1	About This Manual
Chapter 2	Limits & Collaterals
Chapter 3	Queries
Chapter 4	Reports
Chapter 5	Value Dated Facility
Chapter 6	Revaluation
Chapter 7	Gateway Processes & Interfaces
Chapter 8	Screen Glossary

1.4 **Acronyms and Abbreviations**

You may find the following acronyms/abbreviations in this manual.


UI	User Interface
LCM	Limits and Collateral Management
FCUBS	Oracle FLEXCUBE Universal Banking Solution
GW	Gateway
HTTP	Hyper Text Transfer Protocol
XML	eXtensible Mark-up Language
XSD	XML Schema Definition
XSLT	eXtensible Stylesheet Language Transformations
BPEL	Business Process Execution Language
SMS	Security Services
ID	Identification Number
PK	Primary Key
RDBMS	Relational Data Base Management System
VD	Value Date
Mark EOTI	Mark End of Transaction Input
Mark TI	Mark Transaction Input
TD	Term Deposits
CIF	Customer Information File



1.5 **Related Documents**

- The Procedures User Manual

1.6 **Glossary of Icons**

This User Manual may refer to all or some of the following icons:

Icons	Function
	Exit
	Add row

Icons	Function
	Delete row
	Option List

2. Limits & Collaterals

2.1 Introduction

The functions and actions provided by the LCM module are explained below. All functions explained below, come under Limits & Collaterals in the Menu Browser.

2.2 Maintaining Credit Score

Before creating a Liability in the system, your Bank will assess the credit score of individual liabilities. You can create and maintain Credit Score names in the 'Credit Score Maintenance' screen. These credit scores can later be linked to Liability Maintenance (GEDMLIAB) for assessing the liability score.

Credit Score Maintenance is a bank level maintenance and will be accessible in all Branches. You can invoke the 'Credit Score Maintenance' screen by typing 'GEDCRSCR' in the field at the top right corner of the Application tool bar and clicking the adjoining arrow button.

The screenshot shows a window titled "Credit Score Maintenance" with a standard Windows-style title bar (minimize, maximize, close buttons). Inside the window, there is a "New" button with a document icon. Below it are two text input fields: "Credit Score Name *" (with a red asterisk indicating a required field) and "Credit Score Description". At the bottom of the window, there is a "Fields" section with a light blue background. This section contains three labels: "Input By" above "Date Time", "Authorized By" above "Date Time", and "Modification Number" above two checkboxes labeled "Authorized" and "Open". An "Exit" button is located in the bottom right corner of the "Fields" section.

Enter the following details:

Credit Score Name

Specify a unique credit score name here.

Credit Score Description

Give a brief description of the score.



This is only for information and not for processing.

2.3 Maintaining Agency Details for Credit Rating

You can maintain details regarding credit rating agencies in the 'Credit Rating Agency Maintenance' screen. Using this maintenance you can record the credit rating codes published by each credit rating agency. This can later be linked to Liability Maintenance (GEDMLIAB) for specifying customer rating published by an agency.

You can invoke the 'Credit Rating Agency Maintenance' screen by typing 'GEDCREDIT' in the field at the top right corner of the Application tool bar and clicking the adjoining arrow button.

The screenshot shows the 'Credit Rating Agency Maintenance' window. It includes a 'New' button, input fields for 'Agency Name' and 'Agency Description', and a 'Credit Rating Details' section with a table for recording credit ratings. The bottom of the window features a 'Fields' section with labels for 'Input By Date Time', 'Authorized By Date Time', and 'Modification Number', along with checkboxes for 'Authorized' and 'Open', and an 'Exit' button.

Enter the following details:

Agency Name

Specify the name of the credit rating agency here.

Agency Description

Give a brief description of the credit rating agency here.

Credit Rating Details

Specify the following here:

Credit Rating

Specify the unique Credit Rating code/ID.

Credit Rating Description

Give a brief description of the Credit Rating code/ID.



This is only for information and not for processing.

2.4 Maintaining User Defined Status

You may wish to specify certain statuses for liabilities such as Normal, Partially Defaulting, Defaulting etc. Such statuses can be maintained first in the 'User Define Status Maintenance' screen. You can name and describe statuses here. This can later be linked to Liability Maintenance (GEDMLIAB) & Facilities Maintenance (GEDFACLT) for choosing the status of the liability or facility respectively.

You can invoke the 'User Define Status Maintenance' screen by typing 'GEDUDFNS' in the field at the top right corner of the Application tool bar and clicking the adjoining arrow button.

The screenshot shows a software window titled "User Defined Status Maintenance". Inside the window, there is a "New" button at the top left. Below it, there are two input fields: "User Defined Status *" and "Description". At the bottom of the window, there is a "Fields" section. This section contains three labels: "Input By Date Time", "Authorized By Date Time", and "Modification Number". Below these labels are two checkboxes: "Authorized" and "Open". An "Exit" button is located in the bottom right corner of the window.

Enter the following details:

User Defined Status

Provide a name/ID for the status here.

Description

Give a brief description of the status.

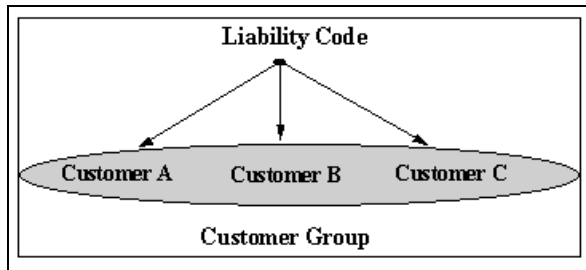
2.5 Liability Maintenance

Every customer of your bank who enjoys credit facilities should be assigned or linked to a Liability Code category. Several customers can be linked to the same Liability Code. Liability linkage can be in two ways.

- Single Liability linked to multiple customers (i.e. a Customer Group)
- Single Liability linked to only one customer

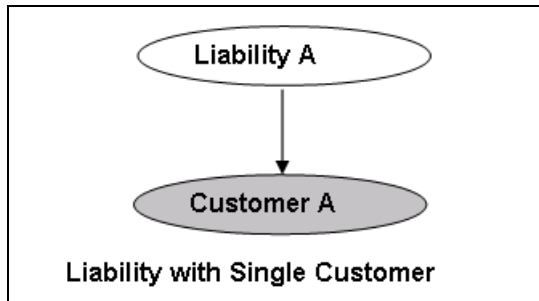
Single Liability Linked To Multiple Customers

Here multiple customers are linked to same the Liability Code and all restrictions/facilities maintained at liability level are shared to all the customers.



Single Liability Linked To Only One Customer

Here a liability is linked to only one customer and all restrictions/facilities maintained at liability level are applicable to that customer alone.



You can create or modify the Liabilities using the 'Liability Maintenance' screen.

You can invoke the 'Liability Maintenance' screen by typing 'GEDMLiab' in the field at the top right corner of the Application tool bar and clicking the adjoining arrow button.

Liability Detail

New

Liability Number *

Liability Name *

Main Liability Number

Branch *

Liability Currency *

Overall Limit

Utilized Amount

Category

Revision Date

Credit Rating

Overall Score

User Defined Status

Liability Clean Risk Limit

Security Clean Risk Limit

Security Pre Settlement Risk Limit

☐ Unadvised

☐ Netting Required

Score | Credit Rating | Fields

Input By: Date Time

Authorized By: Date Time

Modification Number: ☐ Authorized ☐ Open

Exit

Liability Number

Specify the Liability Number. If the Liability Number is customer group then all customers under this group should have same Liability Number.

Liability Name

Specify the Liability Name here. A maximum of 35 characters are allowed in this field.

Main Liability Number

Specify the main liability number. The adjoining option list displays a list of liability numbers maintained in the system. Choose the appropriate one.

The child liability's overall limit amount should not exceed the parent liability's overall limit amount.

During Utilization transaction, the utilization is tracked for both the specified Liability and also the parent Liability to which it is linked.

Liability Branch

Specify the branch in which liability is associated.

Liability Currency

Specify the currency with which the liability is associated. This cannot be changed post authorization.

If Liability currency is different from Limit currency specified in Global Exposure Parameter then the Liability amount is converted to the limit currency.

System displays an override message, if the LCY equivalent of overall limit of the customer liability is greater than 35000 USD.

Overall limit amount \$1 of the customer liability exceeds the maintained Internal Lending Limit Equivalent Amount \$2.

Utilization Amount

This field displays the utilized amount for that liability Id at any point in time. You cannot edit this display.

Revision Date

Specify the date on which your bank would wish to revise the limit for the liability. The limit check will continue irrespective of the date maintained here. The revision date must be greater than the start date and can also be left blank.

Credit Rating

The primary credit rating maintained in the credit rating sub screen is displayed here.



These details are maintained only for information and have no processing impact.

Overall Score

Specify the overall credit score for the liability. The given credit score is supplemented by the multiple credit score details, if any entered in the Credit Score sub screen.



These details are maintained only for information and have no processing impact.

Overall Limit

Specify the overall limit amount for that liability. Value entered in the field will be in the currency stated above. If liability is of customer group then overall limits stated will be common to all the customers.



System validates the overall limit amount against the internal lending limit equivalent amount. If the overall limit amount is greater than the Internal Lending Limit Equivalent Amount then the system displays an override message:

Overall limit amount \$1 of the customer liability exceeds the maintained Internal Lending Limit Equivalent Amount \$2.

Liability Category

Select the Liability Category from the list available here.

User Defined Status

Specify status of the liability (e.g. NORM for normal, BLOCKED etc).

Unadvised

Select this check box if the Liability is unadvised.

For any transaction involving an unadvised liability, you will be notified so.

Netting Required

Select this check box to indicate that the netting amount defined in the 'Account/Contract Balance for Netting' screen will be updated in the 'Netting Contribution' field for the specific facility for which 'Netting required' checkbox is enabled.

This is only for information and not for processing.

You can have the Facility to display the Netting Amount in the 'Netting Contribution' screen. For more details on this feature, refer the section 'Including Netting Amount in Facility's Netting Contribution' in this document.

2.5.1 Specifying Liability Scores

When a Liability is created, Bank will assess the credit score for the liability. You can link score parameters in the Liability Score screen. Here you can also assign a score value to each. You can maintain multiple score parameters for the single Liability. To invoke the Liability Score screen, click 'Score' button.

Score Name	Score Description	Score
------------	-------------------	-------

Score Name

Select the score name from the adjoining option list.

Score Description

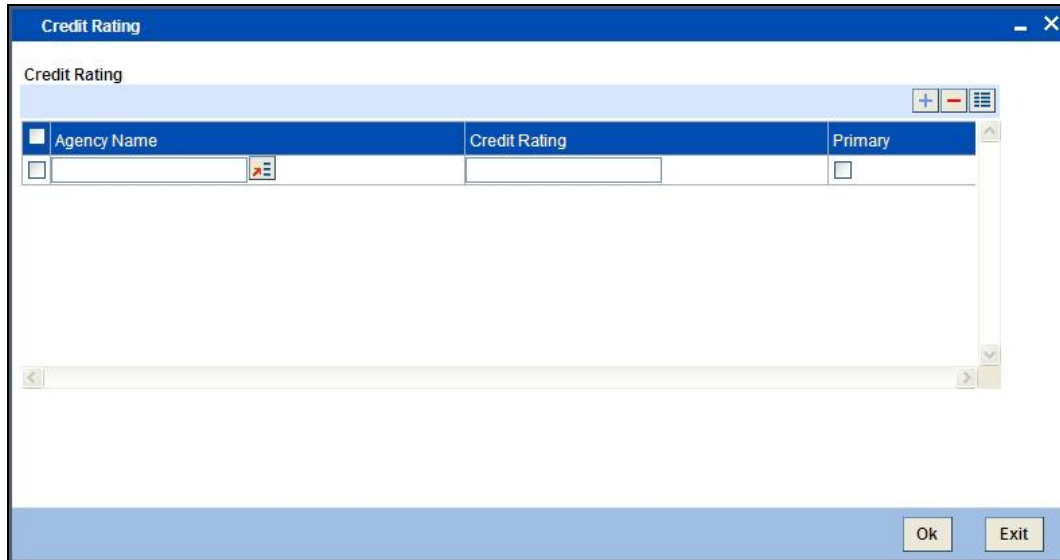
Give a brief description on the liability score.

Score

Specify the liability score here.

2.5.2 Specifying Liability Credit Rating

When Liability is created, Bank will assess the credit rating for the liability. You can link all the rating parameters to which the liability is associated to in the Liability Credit Rating screen. Click 'Credit Rating' button to invoke this screen.



The screenshot shows a window titled "Credit Rating". Inside, there is a table with the following structure:

Agency Name	Credit Rating	Primary
<input type="checkbox"/> [Empty field]	[Empty field]	<input type="checkbox"/>

At the bottom of the window are "Ok" and "Exit" buttons.

Here you can select the Credit Rating Agency its Credit Rating for the liability. Out of all the Credit Ratings, you may select one as the primary rating for the Liability. You can maintain multiple score parameters for a single Liability.

Agency Name

Select the credit rating agency name from the adjoining option list.

Credit Rating

Select the credit rating from the adjoining option list.

Primary

Select one of the Credit ratings as the primary rating for liability.

2.6 Maintaining Customer to Liability Link

You can link customers to liabilities using the 'Customer to Liability Link Maintenance' screen.

Multiple customers can be linked to a liability. But a customer cannot be linked to multiple liabilities. You can invoke the 'Customer to Liability Link Maintenance' screen by typing 'GEDCULIK' in the field at the top right corner of the Application tool bar and clicking the adjoining arrow button.

Liability Customer

New

Branch Code

Customer Number *

Liability Number *

Liability Name

Customer Exposures

Exposure Name	Exposure Description	Exposure Type

Input By
Date Time

Authorized By
Date Time

Modification Number

☐ Authorized

☐ Open

Exit

Branch Code

The branch code of the branch in which the Customer to liability link Maintenance is done gets defaulted here.

Customer Number

Specify customer's number to whom the liability has to be linked.

Liability Number and Liability Name

Specify the number and name of the Liability to be linked to the customer.

Customer Exposures

Here you can specify different Exposure Types for the customer. This allows you to track the exposure of a customer. Multiple exposure names can be linked (e.g. IT for Sector exposure, INDIA for country exposure) to track exposures.

- Exposure Type - The exposure type for the exposure, as maintained in the 'Track Exposure Maintenance' screen gets defaulted here based on the 'Exposure Name' chosen.
- Exposure Name - Specify an exposure name which is maintained in the 'Track Exposure Maintenance' screen.
- Exposure Description - The description for the exposure, as maintained in the 'Track Exposure Maintenance' screen gets defaulted here based on the 'Exposure Name' chosen.



Note the following:

- The Customer to Liability Link Maintenance is mandatory, when limits tracking are required under any of the Oracle FLEXCUBE modules.

- In the 'Customer Exposures' section, the 'exposure name' LOV will display the exposures having utilization type as 'Customer' maintained in the 'Track Exposure Maintenance' (GEDTREXP) screen.
- The Customer to Liability Link Maintenance is mandatory, when account for the customer is created using account class, for which limit check flag is set as Y at preference sub-system screen.
- When account for the customer is created without maintaining liability and later the liability is created and linked to the customer, the 'Limits tracking' option at the customer level would be automatically selected by the system.

2.7 **Covenant Maintenance**

As a part of maintaining Collaterals/Facilities, you may collect certain required information and documents from the customer regularly. Based on the information you may revise the collateral/facility details. The information or documents collected from the customer is termed as a 'Covenant'.

You can maintain Covenant details in the 'Covenant Maintenance' screen. You can invoke the 'Covenant Maintenance' screen by typing 'GEDCOVNT' in the field at the top right corner of the Application tool bar and clicking the adjoining arrow button.

The screenshot shows the 'Covenant Detail' window with the following fields and controls:

- Covenant Name ***: Text input field.
- Description**: Text input field.
- Mandatory**: Radio buttons for 'Yes' (selected) and 'No'.
- Frequency**: Dropdown menu with 'Yearly' selected.
- Start Month**: Dropdown menu.
- Due Date On**: Text input field.
- Notice Days**: Text input field.
- Grace Days**: Text input field.
- Remarks**: Text input field.

The status bar at the bottom contains:

- Input By**: Text field.
- Authorized By**: Text field.
- Modification Number**: Text field.
- Authorized**: Check box.
- Open**: Check box.
- Exit**: Button.

Covenant Name and Description

Specify the Covenant Name for which information is entered. A maximum of 50 alpha numeric characters are allowed in this field. You may also provide a brief description of the covenant maintained.

Mandatory

Indicate whether covenant defined is mandatory as part of the process or not. You may change this preference when this covenant is linked to a Collateral/Facility.

Frequency

Select a frequency according to which the Covenant has to collected/revised. You may select any one of the following frequencies:

- Yearly
- Half Yearly
- Quarterly
- Monthly
- Weekly
- Daily

Start Month

If the Frequency select is Yearly, Half Yearly, Quarterly or Monthly, then specify the start month here.

Due Date On

Specify the number of days after which the covenant needs to be reviewed.

Grace days

Specify the Grace days past the next due/revision date allowed for renewal of the covenant.

Notice days

Specify the number of days in the notice period. The notice period will start this many days prior to the revision date of the covenant.

Remarks

Specify the remarks about the covenant maintenance.

This can be linked to 'Collateral Category Maintenance' screen (GEDCOLCA), 'Collaterals Maintenance' screen (GEDCOLLT) and 'Facilities Maintenance' screen (GEDFACLT) for choosing the covenant that is to be linked to the Collateral Category, Collaterals and Facilities respectively. On choosing the covenant in these screens the values maintained for the covenant is defaulted. You can modify these defaulted values.

2.8 Collateral Types Maintenance

Collateral Types maintenance is used to capture all types of Collateral which your bank accepts. Collateral Types information would be required when creating a new collateral in the system.

You can maintain Collateral Types in the 'Collateral Types Maintenance' screen. You can invoke the 'Collateral Types Maintenance' screen by typing 'GEDCOLTY' in the field at the top right corner of the Application tool bar and clicking the adjoining arrow button.

This maintenance is at done at the bank level and all branches would be able to access this information.

Collateral Type Maintenance

New

Collateral Type *

Description

Interest Rate

Fields

Input By
Date Time

Authorized By
Date Time

Modification
Number

☐ Authorized

☐ Open

Exit

Collateral Type

Specify the Collateral Type. A maximum of 20 characters are allowed in this field.

Description

Give a brief description of Collateral Type. A maximum of 50 characters are allowed in this field.

Interest Rate

Specify the interest rate to be applied on the customer account when customer uses the overdraft facility against the collateral type.

This can later be linked to 'Collateral Category Maintenance' screen (GEDCOLCA), 'Issuer Maintenance' screen (GEDISSUR) and 'Securities' screen (GEDSECTY) for choosing the collateral type.

2.9 Collateral Category Maintenance

You can define the category to which collateral belongs to using the 'Collateral Category Maintenance' screen.

You can invoke the 'Collateral Category Maintenance' screen by typing 'GEDCOLCA' in the field at the top right corner of the Application tool bar and clicking the adjoining arrow button.

Category Name and Category Description

Specify the Category name and a brief category description of the category.

Collateral Type and Collateral Description

Specify the collateral type. Collateral description will default from the 'Collateral Types Maintenance' screen based on Collateral type chosen.

Category Type

Indicate the category type from the following:

- Sovereigns
- Bank
- Corporate

Revision Date

Specify the date on which the Collateral Category has to be revised

Secured Type

Indicate the Collateral Exposure Type from the following:

- Secured

- Unsecured
- Liquid Type

Tangible Type

Specify the asset type here - Tangible or intangible

Frequency

Select the frequency with which the collateral has to be revaluated. You can select one of the following:

- Yearly
- Half Yearly
- Quarterly
- Monthly
- Weekly
- Daily

Start Month

If the Frequency select is Yearly, Half Yearly, Quarterly or Monthly, then specify the start month here.

Due Date On

Specify the number of days after which the covenant needs to be reviewed.

Collateral Haircut Category

Here you can maintain several collateral haircut categories for use in the credit risk mitigation process. Multiple haircut records for same collateral category can be maintained.

Specify the following haircut details for each record:

- Haircut Name and Description
- Haircut Percentage - Specify the final Haircut (offset margin)
- Primary – Select a haircut as the primary haircut value for the Collateral Category

Remarks

Specify the remarks about the collateral category maintenance.

2.9.1 Maintaining Covenant Details for Collateral Category

To maintain the Covenant details for the Collateral Category, use the 'Collateral Category' screen. Invoke this screen by clicking 'Covenant' button.

The Revision Date for the covenant is generated based on the Frequency and Due date.

For example, if the collateral category covenant for a particular covenant name the frequency is monthly and the due date is 15. Based on the date of creation of the collateral covenant category (say 20 JAN 2008) the revision date will be 15-feb-2008.

Covenant Name	Description	Revision Date	Covenant Reference	Mandatory	Grace Days

Covenant Name

Specify a covenant name which is maintained in the 'Covenant Maintenance' screen.

Description

The description for the covenant, as maintained in the 'Covenant Maintenance' screen gets defaulted here based on the 'Covenant Name' chosen.

Revision Date

The system defaults the Revision Date for the covenant, on save of the collateral category record, based on the Frequency and Due Date of the covenant, maintained in the 'Covenant Maintenance' screen.

Covenant Reference No

Specify the covenant reference no for the collateral category being maintained.

Mandatory

The mandatory field for the covenant, as maintained in the 'Covenant Maintenance' screen gets defaulted here based on the 'Covenant Name' chosen.

Grace Days

The grace days for the covenant, as maintained in the 'Covenant Maintenance' screen gets defaulted here based on the 'Covenant Name' chosen.

This can later be linked to 'Collaterals Maintenance' screen (GEDCOLLT) for choosing the collateral category while maintaining the collateral.

2.10 Issuer Maintenance

A customer is granted credit on the basis of his/her credit worthiness. The credit worthiness of a customer depends on the assets constituting the customer's portfolio. The type of collateral that a customer offers can be in the form of marketable or non-marketable securities.

Marketable collaterals, driven by market forces, tend to fluctuate unpredictably. You may hence need to monitor your bank's exposure to issuers of such collateral. The details of the issuer and limit for his securities can be defined using the 'Issuer Maintenance' screen.

You can invoke the 'Issuer Maintenance' screen by typing 'GEDISSUR' in the field at the top right corner of the Application tool bar and clicking the adjoining arrow button.

The screenshot shows the 'Issuer Details' window. It includes a 'New' button at the top left. The main area contains the following fields: 'Issuer Code *', 'Issuer Identification Number', 'Issuer Details', 'Overall Limit Currency *', and 'Overall Limit'. Below these is a section titled 'Issuer Limits' which contains a table with columns 'Collateral Type', 'Limit Currency', and 'Limit Amount'. At the bottom, there is a 'Fields' section with 'Input By Date Time', 'Authorized By Date Time', 'Modification Number', and checkboxes for 'Authorized' and 'Open'. An 'Exit' button is also present.

Limits for the issuers of Collateral can be setup at the following two levels:

- Overall limit for each Issuer
- Limit for the Securities issued by an Issuer

Issuer Code

Each Issuer whose securities the bank accepts should be assigned a unique code. The Issuer will be identified by this code. This code can also be used to retrieve information about the Issuer. Specify the Issuer Code here.

Overall Limit

Specify an Overall Limit for the issuer here. This limit indicates the maximum limit beyond which your bank would not like to expose itself to the Issuer.

An issuer can issue different types of market based securities; these could be debentures, shares, bonds etc. By defining an overall limit for an Issuer, the bank can limit its exposure to the issuer.

When the total of all the collateral given by the customer in the form of market- based securities exceeds the overall limit specified for the Issuer, the system will show an appropriate message indicating that the limit has been exceeded.

Overall Limit Currency

Specify the currency in which the Overall Limit is specified.

Issuer Identification Number

Select the Issuer Identification Number if any, from the adjoining option list.

The option list for 'Issuer Identification Number' displays only those customers that belong to the bank and those that have been created in the application using the screen 'Customer Maintenance' (STDCIF) with the checkbox 'Issuer Customer' enabled.

Issuer Details

Specify in brief any additional details of the issuer.

Issuer Limits for Collateral Types

An Issuer of Securities may issue different types of securities. These can be used by a customer as collateral for credit availed from the bank. The securities used as collateral can be debentures, shares, bonds, commercial papers etc. These securities can therefore be classified under different Collateral Types too.

For each security type that your bank accepts as collateral from the issuer, you can specify a limit indicating the maximum exposure amount (in value) to the issuer for this security type.

When the total of the collateral given by the customer in the form of a particular collateral type exceeds the limit set for the Issuer, the system will show you a notification.

You can define Issuer Limits for different collateral types under Issuer Limits. You can maintain several collateral types here, with their respective Limit Currencies and Limit Amounts.

Collateral Type

Select the collateral type for which issuer limits are being specified.

Limit Currency

Select the limit currency from the adjoining option list.

Limit Amount

Specify the limit amount for that collateral type in the limit currency.

This can later be linked to 'Securities Maintenance' screen (GEDSECTY) for choosing the issuer code while maintaining the security.

2.11 Securities Maintenance

The credit facilities granted to the customers of the bank under a credit line can be backed by the securities that the customer offers as collateral. You can maintain the details of all such securities in the LCM module. These details can then be used for determining the:

- Limit granted under a particular security
- Credit worthiness of a security when it's used as collateral

Since market based securities (Marketable Securities) are driven by market forces, the price of such securities tends to rise or fall in value. These fluctuations have a direct effect on the collateral value of the security. You can update the value of the collateral if the value of the security that backs it fluctuates beyond the increase and decrease sensitivity that has been specified.

You can capture details of marketable securities in the 'Securities' screen as shown below. You can invoke the 'Securities Maintenance' screen by typing 'GEDSECTY' in the field at the top right corner of the Application tool bar and clicking the adjoining arrow button.

The screenshot shows the 'Security Maintenance' window with a 'New' button. The form contains the following fields:

- Security Id *
- Equity Base
- Currency *
- Face Value *
- Price Increase Sensitivity
- Price Decrease Sensitivity
- Collateral Type *
- Description *
- Start Date
- Expiry Date
- Limit Amount
- ☐ Nominal Value Based
- Issuer Code

Below these fields is a section titled 'Security Price' containing a table:

Price Code *	Market Price	Last Price Change
<input type="checkbox"/>		

At the bottom of the window, there are fields for 'Input By Date Time', 'Authorized By Date Time', 'Modification Number', and checkboxes for 'Authorized' and 'Open'. An 'Exit' button is located in the bottom right corner.

Details of the marketable security that your bank accepts as collateral can be specified in the above screen.

Security Code

Assign a unique ID to identify the security. This ID is called the Security Code. This ID is used while maintaining Collateral for a market value based Security.

Description

Describe in brief the security maintained.

Equity Base

Here you can specify the equity base for the security i.e. the total amount raised by the issue of this security. This entry is for information purposes only.

Example

Gem granites have come out with Debentures 98 and have raised US \$1 Million through this issue. This US \$1M that Gem Granites has raised constitutes the equity base for Debentures 98.

Price Increase Sensitivity and Price Decrease Sensitivity

If the value of collateral is backed by a marketable security (whose value is driven by market forces) you may want to revalue the collateral, so that its value reflects the current market price of the security, which backs it. To do so, you should specify your sensitivity to the security.

The price sensitivity of a security is expressed as a percentage. You should specify the percentage increase or decrease (the upper and lower limits) above or below the current market price, which should trigger the revaluation process. The revaluation process revalues the collateral if the price of the securities that backs it fluctuates above or below the sensitivity you have defined.

Price Increase Sensitivity denotes the percentage increase in the market price that should trigger a revaluation of the Collateral. This means, if the current market price of the security rises above the old market price by the percentage you have defined as the Increase sensitivity for the security, then the revaluation process happens.

Example

Consider a case wherein you have specified the price increase sensitivity for Debentures 98 to be 15%. If the market price of the security has increased from \$100 to \$125. At this rise in the market price of the security (which is 25% above the old market value), the revaluation process will be triggered off, so that the Collateral value of the security reflects its current market value.

Price Decrease Sensitivity denotes the percentage decrease in the market price of the security that should trigger a revaluation of the Collateral. This means, if the current market price of the security falls below the old market price by the percentage you have defined as the decrease sensitivity for the security, the revaluation process happens.

Example

Consider a case wherein you had specified the price decrease sensitivity of Debentures 98 to be 15%. If the market price of the security has decreased from US \$100 to US \$75. At this fall in the market price of the security (which is 33.33% below the old market value of the security), the revaluation process will be triggered off, so that the Collateral value of the security reflects its current market price.

Currency

Specify the currency to be associated with the Security using the list available here. Once authorized this entry cannot be changed.

Face Value

Specify the face value of the security. A maximum of 50 numeric characters are allowed here.

Collateral Type

Specify the collateral type here.

Issuer Code

Specify the issuer code for the customer for whom the securities are collected. The list of issuers is available here.

Start Date and Expiry Date

Specify Start date and Expiry Date of the security in these fields

Limit Amount

Specify the limit amount for the particular security.

Nominal Value Based

Select this check box if the collateral value is to be calculated on the nominal value based for a particular security.

Security Price

If the security is quoted in different markets, its value would differ in different markets. You can maintain the various market prices of the security under the Security Price table.

You can specify the following details here:

- Price Code - Indicates the market place for which the price is quoted
- Market Price - Price of the security in that market
- Last Price Change - Date on which the price was last changed

This can later be linked to 'Collaterals Maintenance' screen (GEDCOLLT) for maintaining market value based collaterals.

2.12 **Collaterals Maintenance**

In the 'Collaterals Maintenance' screen, you can maintain the details of collateral offered by customers for the credit that the bank grants under a credit line. The collateral can either be market value based or non market value based.

You can invoke the 'Collaterals Maintenance' screen by typing 'GEDCOLLT' in the field at the top right corner of the Application tool bar and clicking the adjoining arrow button.

In the above screen you can specify the contribution that the collateral should make to the limit assigned to a customer under a credit line.

The collateral details which are associated with a collateral code can be picked up during collateral pool maintenance.

Liability Number

Collaterals issued have to be linked to a liability. Specify the liability Number for which the collateral is linked.

Collateral Code

Specify the Collateral Code here. A maximum of 20 alphanumeric characters are allowed in this field. Each Collateral code should be unique.

Collateral Description

Give a brief description of the collateral here.

Collateral Type

Indicate the type of collateral - Market Based Type, Guarantee Type or Normal Type.

Secured Type

Indicate the Collateral Exposure Type here. A particular collateral category can be of a Secured or Unsecured or Liquid Type.

Auto Pool Create

Check this box if you wish to automatically create a collateral pool as and when you create collateral. To facilitate this, it is essential that the 'Available' option be checked for the collateral. The system then creates a collateral pool with the following characteristics when you save the record:

- The Pool Code, Pool Description and Pool Currency are the Collateral Code, Collateral Description and Collateral Currency respectively.
- The Collateral Linked Percentage is set at 100%.



You cannot modify this option after you authorize the collateral.

Mortgage Initiated

On authorizing a mortgage loan account, the system creates collateral and collateral pool based on the property details maintained in the Mortgage Tab and 'Mortgage Initiated' option will be checked automatically.

For more information about the 'Mortgage Initiated' field please refer to the section, 'Linkages Tab' under the Chapter 'Account Creation' of the 'Mortgages' user manual.

Collateral Currency

Specify the currency in which the Collateral has to be maintained. Once authorized you cannot change this entry.

Charge Type

Select the charge type from the following list:

- Lien
- Pledge
- Hypothecation
- Mortgage
- Assignment

This is only for information and not for processing.

Haircut (%)

Specify the bank's margin (Haircut) to be assigned for Collateral. Haircut% applied by the system as per the Haircut schedule would be displayed here

Collateral Category

Specify a collateral category which is maintained in the 'Collateral Category Maintenance' screen.

Available Amount

The system defaults the available amount for the collateral, on save of the collateral record.

Utilization Amount

The utilization amount for the collateral is system updated, based on the utilization, when the collateral pool comprising the collateral is linked to the facility.

Grace Days

The grace days for the covenant, as maintained in the 'Covenant Maintenance' screen gets defaulted here based on the 'Covenant Name' chosen.

Liability Branch

The liability branch for the Liability Number specified, as maintained in the 'Liability Maintenance' screen gets defaulted here based on the 'Liability Number ' chosen.

User Reference Number

Specify the User Reference Number for the collateral.

Issuer Name

Specify the Issuer Name for the collateral in the case of a Market Value Based collateral.

Issuer Reference Number

Specify the Issuer Reference Number for the collateral in the case of Market Value Based collateral.

Available

This check box will be checked by default, indicating that the collateral is available for linking to the collateral pool. You can uncheck this so as to manually freeze this collateral.

If the 'Available' check box is unchecked then the collateral will be frozen i.e. it will not be available for subsequent linkages to new collateral pools. The collateral's current links to collateral pools will not be affected.



Note the following:

- As a part of Collateral Pool creation for a Liability, only those collaterals which are checked as 'Available' will be displayed in the list for collateral pool linkage.
- Collateral which was 'Available' and which has been linked to pool/pools can modified as unavailable later on. Unavailable collateral will not be available for subsequent new collateral pool linkages, but the old linkages will not be affected.

Sharing Required

Check this box to indicate that the collateral can be shared among several liabilities. If you choose this option, you can specify the details of such liabilities in the 'Shared Details' screen.

If this option is chosen then in collateral maintenance for a collateral pool, the list of collaterals will include shared collaterals too. As part of Collateral Revaluation, pools with the shared collaterals will be considered for revaluation.

Branch

By default, the branch code in which collateral is created is displayed here and you cannot modify this value.

Lendable Margin

On save of the collateral, system calculates the lendable margin for the collateral This value will be:

100 – Haircut (%).

Collateral Value

The collateral value depends on whether the security is Market Value based or Non-Market Value based.

If it is market value based then the collateral value is calculated as shown in the following examples.

Example

Input in case of a nominal quoted security:

Nominal Amount	Price Code	Market Price	Collateral Value [(Market price/100) * Nominal Amount]
10,00,000	BOM1	65	$(65/100) * 10,00,000 = 650000$
5,00,000	BOM2	70	$(70/100) * 5,00,000 = 350000$
7,00,000	BOM3	80	$(80/100) * 7,00,000 = 560000$

Input in case of a unit quoted security:

Number of Units	Price Code	Market Price	Collateral Value (Number of Units x Market price)
65	BOM1	120	7800
70	BOM2	130	9100
40	CAL1	95	3800

If it is Non-Market Value based then the user has to enter the collateral value manually.

Limit Contribution

On save of the collateral, system calculates the amount contribution that will be applicable for the collateral after applying the hair cut percentage on the collateral value.

Example

Collateral is valued at \$1000, and you wish to offer the customer credit only worth \$ 980. This amount is 98% of the collateral contribution.

$(1000 - 980) / 1000 = 2 \%$ is the Hair cut percentage

This means you want to have a lendable margin of 98%.

For instance, if you enter the lendable margin percentage, then based on the value you enter, the hair cut will be calculated as described above and the limit contribution will be calculated.

Start Date and End Date

Specify the tenor of the collateral using the Start Date and End Date fields. The collateral is considered effective only during this period.

The start date indicates the date from which the collateral becomes effective. The end date that you specify indicates the date on which the collateral ceases to exist. On the end date, the credit limit, of the credit line backed by the collateral, will be reduced by the amount that the collateral contributes to the credit line.

Reevaluate Collateral

Select the check box if the collateral is to be revaluated.

Revaluation Date

Specify the date on which the next revaluation has to be done.

Revision Date

Specify the date on which this collateral has to be revisited for review.

Taken Over Collateral

Taken Over Collateral is checked if the collateral linked to CI/CL account is taken over.

Interest Rate

The interest rate to be applied if the customer uses overdraft facility against the collateral gets defaulted here when you select the 'Collateral Category'.

2.12.1 Specifying Details for Market Value Based Type

For a market value based security you must maintain the following security related details.

Security Id

Specify the security Id for which the collateral is linked. On specifying the security Id, the price details and Market where security is traded are displayed.

Number of Units/Nominal Value

The collateral value of Marketable Securities will be computed by multiplying its market value (which is picked up from the Securities maintenance screen) by the number of units of the security that constitutes the collateral. Therefore, while maintaining details of Marketable Collateral, it is mandatory to specify the number of units of the marketable asset that constitutes the collateral.

If the security is nominal value based, input the nominal value of the security.

If it is a units quoted security then enter the number of units of the security that the bank accepts as collateral.

Cap Amount

As the price of marketable securities tend to fluctuate based on the forces of demand and supply, specify an upper limit on the contribution of this security to the collateral value, as a result of an increase in the price of the security. This upper limit is called the Cap Amount. The Cap Amount indicates that at any point in time the limit contribution of the collateral cannot exceed this amount, even though its actual computed value is much higher. However, if the actual computed value of the collateral is lower than the Cap Amount, then the system picks up the collateral value as the actual computed value.

Price Code

Specify the market price code (E.g. NYSE, NASDAQ) based on which the revaluation price for collateral value calculation should be considered.

Last Revaluation Price

The last market price based on which the collateral value was revaluated will be displayed here.

Next Reval Date

Select the next revaluation date for the security.

2.12.2 Specifying Details for Guarantee Based Type**Guarantor**

Specify the customer number (CIF ID) of the guarantor. This field is alpha numeric and a maximum of 50 characters can be entered.

Rating

You can assign a credit rating to each Guarantor. Here specify the rating assigned to the Guarantor. This Field is of numeric and maximum of 50 digits can be entered.

Revocable

Indicate whether the Guarantor can revoke (withdraw) this guarantee provided or not.

Revoke Date

Indicate the date when the Guarantor will revoke the guarantee. This field is enabled only when the Revoke check box is selected.

2.12.3 Specifying the Insurance Details

You may enter the Insurance details for a Collateral via the 'Insurance Details' screen. Click 'Insurance' button to invoke this screen.

Insurance Name	Insurance No	Insurance Owner	Insurance Type	Start Date	End Date
		Customer			

You can specify the following details:

Insurance Name

Specify the name of the Insurance/Insurance Company associated with the collateral.

Insurance No

Specify the insurance number under which that insurance has been issued.

Insurance Owner

Select the owner of the insurance policy from the adjoining drop-down list. This list displays the following values:

- Bank
- Customer

Insurance Type

Specify the type of the insurance (e.g. FIRE, DAMAGE, THIEFT etc) that has been associated for that collateral.

Start Date

Specify the start date for that insurance.

End Date

Specify the end date for that insurance.

Revision Date

Specify the date of revision of the insurance.

Notice Days

On choosing a covenant name, system defaults the Notice Days details i.e. the number of days prior to next revision date of the covenant. You can modify this value. The period during the notice days will be the notice period.

Insurance Premium Periodicity

Select the premium periodicity of the insurance. The list displays the following values:

- Daily
- Weekly
- Monthly
- Quarterly
- Half Yearly
- Yearly

Premium Status

Specify the insurance premium status, where in the premium status like normal, overdue, premium payment failure status etc can be specified.

Premium End Date

Specify the end date of the premium payment.

Insurance Amount

Specify the insured amount of the policy.

Insurance Currency

Specify the insurance currency of the policy.

Cover Date

Specify the date from which the insurance policy is valid. The insurance cover date cannot be greater than the collateral expiry date.

Insurance Code

Specify the insurance code of the policy for which you want to capture insurance details.

Premium Currency

Specify the currency of the premium to be paid.

Premium Amount

Specify the amount of the premium to be paid.

Remarks

Specify the remarks about the insurance details.

Coverage

Specify the coverage details of the insurance.

2.12.4 Specifying Covenant Details

The covenant details can be captured for a collateral in the 'Covenant Details' screen. Click 'Covenant' button to invoke this screen.

Multiple covenants can be entered in the screen shown below. You can customize the details of each covenant recorded here.

Covenant Name	Description	Revision Date	Mandatory	Grace Days	Notice Days	Frequency
<input type="text"/>			<input type="checkbox"/>			Monthly

Covenant Name

Select the covenant name from the list available here. The list displays the covenant names maintained in Covenant Maintenance screen. Based on the covenant selected, all other details of the covenant maintenance will be brought here.

Description

Description of the specified covenant is displayed here based on the details maintained at 'Covenant Maintenance' level.

Mandatory

Mandatory/Non mandatory details will be shown on choosing a covenant name. You may change this.

Frequency

You may change the frequency shown here on choosing a covenant name.

Grace Days

You can change the Grace Days details which are displayed here on choosing a covenant name.

Notice Days

Once you select the covenant name, system defaults the Notice Days details i.e. the number of days prior to next revision date of the covenant. You can modify the value.. The period during the notice days will be the notice period.

Revision Date

System defaults the Revision Date for the covenant, on save of the collateral category record, based on the Frequency and Due Date of the covenant, maintained in the 'Covenant Maintenance' screen..

Due date

Due date of the specified covenant is defaulted here based on the details maintained at 'Covenant Maintenance' level.

Start Month

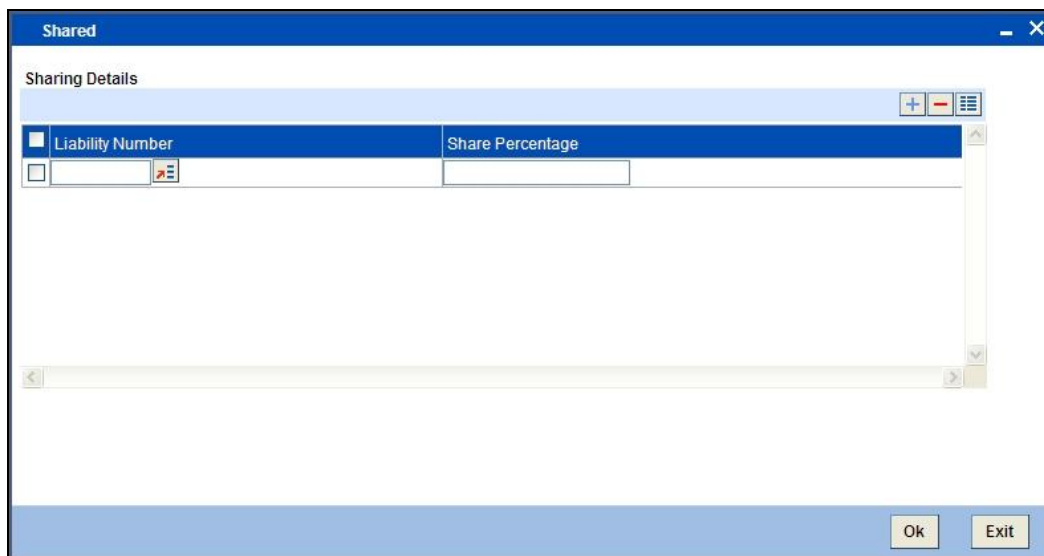
Starting month of the specified covenant is defaulted here based on the details maintained at 'Covenant Maintenance' level..

Remarks

Remarks if any specified for the covenant at the 'Covenant Maintenance' level are defaulted here.

2.12.5 Specifying Shared Details

The details of the liabilities sharing the collateral can be captured for a collateral in the 'Shared Details' screen. Click 'Shared Details' button to invoke this screen.



The screenshot shows a window titled "Shared" with a "Sharing Details" section. It contains a table with two columns: "Liability Number" and "Share Percentage". The table has a header row and one data row. The "Liability Number" column has a checkbox and a small icon. The "Share Percentage" column has a text input field. There are "Ok" and "Exit" buttons at the bottom right of the window.

Liability Number	Share Percentage
<input type="checkbox"/> [icon]	

Liability Number

Specify the liability number of the liability that is sharing the collateral. Each liability mapped here cannot be more than 100% of the total collateral value.

Shared Percentage

Specify the percentage share of the liability in the collateral.

You can modify the above details post authorization. However the modification must be authorized.

2.12.6 Linking Contracts as Collaterals

The LCM module supports linking of Term Deposit Accounts or Contracts as collaterals. You can link the Term Deposit Account Number or Contract Reference Number as collateral to a Liability in the Collateral Maintenance screen. The system subsequently blocks/marks Lien on the linked Term Deposit.

STOP Once a Term Deposit has been linked as collateral, the system will generate an output batch file to block/mark Lien on the linked Term deposits Accounts/Contracts. This output batch file will be generated as a part of Out Bound Batch Transaction.

For linking a contract as collateral, click 'Linked Contract'. The following screen appears where in you can link the Term Deposit Contract Reference Numbers of all Term Deposits you wish to link.

Contract Reference	Branch	Contract Contribution
<input type="text"/>		

Modification of existing linked contracts can also be done in the above screen.

Contract Reference

You can link the Term Deposit Account Number or Contract Reference Number as collateral for a Liability by specifying the 'Contract Reference No' here. The adjoining list of options in this field displays all contract types other than Contract Type 'AC'.

STOP Note the following:

- The Term Deposit contract needed for Collateral Linkage must be maintained in Netting Maintenance with any contract type other than 'AC'
- Once the contract is linked as collateral, then its collateral value cannot exceed its contract amount as maintained in the Account Netting screen.
- The start date of the collateral should be later than the value date of the respective contract netting maintenance. Likewise, the expiry date of the collateral should be earlier than the expiry date of the respective contract netting maintenance.
- The system blocks/marks Lien on the linked Term Deposit contract.

Contract Contribution

Specify here the amount being contributed from the contract as a collateral for the liability.

On saving the above maintenance, the system computes the sum of all the collateral values (specified under 'Contract Contribution') and updates the same in the 'Collateral Value' field of the 'Collaterals Maintenance' screen.

STOP You are allowed to link contracts associated to LC, BC and MM modules as part collateral maintenance in LCM module. The amount which is contributed to the collateral is the sum of the contract amounts (specified under 'Contract Contribution') of the contracts linked. ..

2.12.7 Maintaining UDE Values

You can capture UDE values details for a collateral in the 'UDE Value Details' screen. Click 'UDE Values' button in 'Collateral Maintenance' screen to invoke the below screen.

User Defined Element Id	UDE Value	Rate Code	Code Usage	Effective Date

Commitment Branch

Select the branch from the adjoining option list in which the commitment contract needs to be created.

Commitment Product

Select the product code from the adjoining option list to be used for creating the commitment contract.

STOP If the commitment contract is created in FCUBS, then the system will not allow modify the product code.

Commitment Settlement Account

Select the settlement account number from the adjoining option list used in commitment contract for passing the accounting entries.

Commitment Settlement Branch

Specify the commitment settlement branch code used in commitment contract for passing the accounting entries.

Commitment Ref No

Specify the Commitment reference number.

2.12.8 Maintaining Source Restrictions

You can specify which sources are allowed or restricted to access the collateral in 'Source Restrictions' screen. Click on 'Source Restrictions' button to invoke this screen.

Source Restrictions

External Restrictions: ☐ Allowed ☒ Disallowed

External System Restrictions

External System	Description

Ok Exit

Restriction Type

Choose the 'Allowed' option to maintain an allowed list of liability restrictions. Choose the 'Disallowed' option to maintain a disallowed list of liability restrictions.

Default value of this field will be 'Disallowed'. If you select restriction type as 'allowed', then you need to input at least one record.

Source

Specify the source from the adjoining option list.

2.12.9 Maintaining Haircut Schedules

You can specify the hair-cut revisions for the collateral in 'Haircut' screen. Click on 'Haircut Schedules' button to invoke this screen.


Effective Date	Haircut Percentage
2	

Effective Date

Specify the date on which the Haircut % will become effective from the adjoining option list.

Haircut %

Specify the Hair cut % of the Collateral. You can enter values between 1 to 100

 System applies the haircut% to the collateral on the schedule effective date during the BOD process of the collateral batch (GEBCOLAT).

The following validations are performed during save,

For New operation,

- Effective date should be greater than the application date and start date of the collateral
- Multiple Haircuts for the same effective date will not be allowed.
- Haircut % chosen at the main screen gets defaulted as the first schedule with collateral start date as the effective date, in the Haircut schedules sub screen..

For Modify operation,

- Effective date should be greater than the application date and start date of the collateral
- Effective date should be less than the end date of the collateral.
- Deletion or Modification of existing Haircuts whose effective date are less than application date would not be allowed.
- Haircut schedules maintained in this sub screen would be applied on the effective date in the existing collateral batch process.
- Existing field Haircut % would show the latest haircut of the collateral.

2.13 Collateral Pool Maintenance

You may group together two or more collaterals to create a Collateral Pool. You can create and maintain collateral pools in the 'Collateral Pools Maintenance' screen.

You can invoke the 'Collateral Pools Maintenance' screen by typing 'GEDMPOOL' in the field at the top right corner of the Application tool bar and clicking the adjoining arrow button.

Collateral Code	Description	Collateral Currency	Collateral Contribution	Linked Percent	Linked Amount	Linked Amount Pool Current
<input type="checkbox"/>						

Liability Number

Specify the liability to which the collaterals need to be linked.

Pool Code

Specify the Pool Code here. The pool code assigned to each collateral pool can be linked to a Liability while creating credit limits.

Pool Description

Specify a brief description of the collateral pool here.

Pool Currency

Specify the currency in which the Collateral Pool has to be maintained.

Available Amount

On save of the collateral pool record, system defaults the available amount for the collateral pool. It is the difference between Pool Amount and Pool Utilized.

Description (Collateral Pool Linkages)

The description for the collateral, as maintained in the 'Collaterals Maintenance' screen gets defaulted here based on the selected 'Collateral Code'.

Order

Specify the order for collateral utilization.

Type

The type for the collateral, as maintained in the 'Collaterals Maintenance' screen gets defaulted here based on the selected 'Collateral Code'

Branch Code

The branch code for the branch where the collateral is maintained in the 'Collaterals Maintenance' screen gets defaulted here based on the selected 'Collateral Code'.

Collateral Utilization

System updates the collateral utilization for each of the collateral codes linked in the 'Collateral Pool Linkages', based on the utilization, when the collateral pool comprising the collateral is linked to the facility.

Mortgage Initiated

This option will be checked automatically for collateral and collateral pool created as a result of authorization of mortgage account and you cannot modify it.

Auto Facility Create

Check this box to indicate that a facility should be created automatically for the given Liability number with line code as pool code.



This automatically created line code can be used to maintain limits for customer account in 'Account Limits' screen, if required.

For more details on maintaining Account Limits, refer Core Entities User Manual.

2.13.1 Creating Collateral Pool Linkages

Under 'Collateral Pool Linkages' you can add the different collaterals pooled in for the particular Liability.

To add a new collateral click 'Plus' button, specify the relevant details and save the record.

To delete an existing collateral, select it and then click 'Minus' button and save the record.

While creating collateral pools, remember the following:

- Collateral can be linked to more than one pool if the collateral amount available is not zero.
- A credit line can be backed by only one pool but a single pool can back multiple credit lines.

You must maintain the following details for each of the collateral.

Collateral Code

Select the collateral code from the adjoining option list.

If the 'Linked Percent Number', is specified, on save of the record, system defaults the 'Linked Amount' calculated as Linked Percentage of 'Collateral Contribution'.

If the 'Linked Amount' is specified, on save of the record, system defaults the 'Linked Percent' calculated as percentage of 'Linked Amount' out of the 'Collateral Contribution'.

Collateral Currency

The currency in which the collateral has been maintained will be displayed when a collateral code has been picked.

Collateral Contribution

The collateral amount which has been maintained will be displayed when a collateral code has been picked.

Linked Amount

Specify the part of the collateral amount which has to be linked to the pool. This indicates whether the pool contribution amount is less than or equal to the collateral amount. Hence for every collateral that you choose to include in the pool you can indicate whether the entire collateral amount or only a part it should be contributed to the pool amount.

Pool Amount

The entire Collateral Linked amount will be displayed in this field.

Pool Utilized

This field displays the pool amount that has been linked to a various credit lines, hence displaying the total pool amount utilized at any point in time.

Linked Amount Pool Currency

.System defaults the 'Linked Amount Pool Currency' for each of the collaterals added in the 'Collateral Pool Linkages' as the linked amount in the pool currency.

For Example, you have linked the pool 'LOANP001' to the liability 'BIRLA0001'. LOANP001 is in turn backed by the following collaterals:

Collateral Code	Ccy	Collateral Amount	Linked Amount
ISDP16924	DEM	100,000	75,000
AC777228	GBP	55,000	55,000
COLSHRS15	INR	2,000.000	1,500,000
COLHS819	USD	1,500,000	1,500,000

Now the pool currency specified is USD. Therefore the system does the necessary calculations and converts the linked amount into the currency of the pool and displays the pool amount in the respective field.

Linked Percent Number

The part of the collateral amount which has to be linked to the pool can be specified as a percentage here. On save of the record, if Linked Percent Number is specified, system defaults the 'Linked Amount' calculated as Linked Percent Number Percentage of 'Collateral Contribution'.

Available Interest Rate

The interest rate maintained for the collateral code in 'Collateral Type Maintenance' screen gets defaulted here,

Interest Spread

Specify the interest spread to be applied on the customer account. The interest spread can be zero. However, if the collateral attached is a term deposit, then on rollover of the term deposit the interest spread is defaulted to the spread applicable for the term deposit on rollover.

Rate of Interest

The rate of interest applicable on the customer account when customer uses the overdraft facility against the collateral type is derived as follows:

Rate of Interest = Available Interest Rate + Interest Spread + Customer spread

Expiry Date

On save of the record, system defaults the expiry date based on the end date of the collateral maintained. However, if the collateral attached is of a deposit then on rollover of the term deposit the maturity date of the term deposit is updated as the expiry date of the collateral.



Note the following:

- The batch program 'CASABAT' is used to update the overdraft utilization at collateral level.
- If a rollover happens for a TD linked as collateral, during BOD, the interest rate applied on the TD gets updated to the interest rate value maintained at the collateral pool level.

2.14 Facilities Maintenance

You can maintain credit limits for a Line Code - Liability Code combination in the 'Facilities Maintenance' screen. You can invoke the 'Facilities Maintenance' screen by typing 'GEDFACTL' in the field at the top right corner of the Application tool bar and clicking the adjoining arrow button.

Facility Id

New

Liability Id *
Line Code *
Serial Number *
Facility Branch
Description
Main Line Code
Line Currency
Category
User Defined Status
Status Changed Date
Internal Remarks

☐ Revolving Line
☐ Netting Required
☐ Unadvised
☐ Funded
☐ Shadow Limit
☐ Bulk Payment Required

Amounts
Limit Amount
Collateral Amount
Transfer Amount
Effective Line Amount
Effective Line Amount Basis
Limit Amount + Collateral Contribution
Uncollected Amount
Block Amount
Approved Limit Amount
Max Daily Limit
Day Light Limit

Utilization
Available Amount
Date Of First OD
Date Of Last OD
Amount Utilized Today
Utilization Amount
Tanked Utilization
Netting Contribution

Exception
Exception Transaction Amount
Exception Breach

Interest Fee Required
☐ Interest Fee Required
Fee Calculation Account

Availability
☐ Available
Line Start Date
Expiry Date
Last New Utilization Date
Availment Date

Limit Restrictions | Tenor Restrictions | Source Restrictions | Schedules | Value Dates | Charges | Covenants | Pool Links | Exposures
UDE Details | User Defined Status Log | Mandate | Fields

Input By
Date Time
Authorized By
Date Time
Modification
Number
☐ Authorized
☐ Open
Exit

Liability ID

Specify the Liability ID here.

Line Code

Specify the Line Code to which the liability ID is to be associated with. Allocating credit limits for the Line-Liability combination can be done. The customer(s) who fall under this Liability Code will in turn avail credit facilities under this Credit line.

By linking a Credit Line to a Liability code the customer also gets linked to the Credit Line. This is true because a Liability code has been assigned to every credit seeking customer and the credit facilities granted to the customer are defined and tracked against this code.

Serial Number

Each time a customer - line code combination is specified, LCM module assigns a unique serial number to the combination. This serial number is unique to the line-liability code combination. Thus, for every new record entered for a Line-Liability combination, a new serial number is generated. The Line - Liability - Serial number forms a unique combination.

Facility Branch

By default, the system displays the branch code in which facility has been created. You can change the branch code from the adjoining option list before saving the facility. Once the facility is saved, you cannot modify the branch code.

Description

Give a brief description of the facility here.

Main Line Code

Specify the main line code if the created facility is a sub line.

Category

Select the facility category from the list available here .The list displayed here is based on maintenance done in 'Category Maintenance' screen.

User Defined Status

Specify status of the facility (e.g. NORM for normal, BLOCKED etc) from the list available here
The list displayed here is based on maintenance done in 'User Define Status Summary' screen.

Status Changed Date

System defaults the date based on the last status changes made on the facility.

Netting Required

This check box will be unchecked by default, indicating that netting is not required for the facility. You can check this box to enable netting for the facility.

Line Start Date

Specify the line start date. If not specified, system defaults the line start date as the current application date.

Availment Date

Specify the availment date on which the first utilization should take place. If the limit amount assigned to the facility is not utilized within the specified availment date then the available check box will be disabled. This freezes the line for the respective liability.

Collateral Amount

System defaults the Collateral Amount on save, based on the pools linked in the 'Pool Links' sub screen.

Transfer Amount

System displays the transfer amount resulting from 'Facilities Amount Transfer' transactions. The value displayed has either the sign "-" or "+", indicating whether the amount is transferred from or to the line. If the sign is "-", then the amount is transferred from the line and if it is "+", then the amount is transferred to the line.

Line Currency

Specify the currency in which the facility is defined. The currency that has been selected will have the following implications:

- The limit amount that has been specified for this Line-Liability combination is taken to be in this currency.
- The line that has been defined will be available for Utilization only in the line currency, unless specified otherwise under Currency Restrictions in this screen.

Once the entry is authorized you cannot change the currency.

If the limit allotted to this Line-Liability combination can be utilized by accounts and transactions in currencies other than the limit currency, the limit utilization will be arrived at by using the mid rate for the currency pair as of that day.

Shadow Limit

Select this check box to indicate that utilization amounts should be updated only for the facility and mainlines for the facility. Thus, when a utilization request is processed, the system updates the utilization amount only at the facility level and leaves the utilization amount at the liability level untouched.

The mainline and sub-lines of a facility need to have the same preference. This implies that you can enable this option for a sub-line only if the mainline has this option already enabled. Similarly, you cannot create a sub-line as a 'Shadow Limit' if the mainline does not have this facility.



You cannot modify this option after you authorize the facility.

Bulk Payment Required

Check this box to indicate if bulk payment is required. If you specify here that bulk payment is required for the liner, then the same is maintained at the 'Bulk Payments' screen.

For more information about the 'Bulk Payments' screen please refer to the section, 'Making Bulk Payments against loan or commitment' under the Chapter 'Operations' of the 'Retail Lending' user manual.

Funded

Indicate whether the line is fund based or non fund based.

Revolving Line

Select this check box to indicate that the credit line is Revolving. A revolving credit line indicates that a repayment of the utilized credit should reinstate the credit limit of the customer. You can modify the preference, as required.

Example

You have defined the Credit Line for your customer ABC Corporation for Loans to be \$1 Million. You also define the credit line to be revolving.

ABC Corporation takes a loan for \$ 300,000 on 01 January 1998. ABC's credit limit now stands at \$700,000 as it is reduced by \$ 300,000 on account of the loan.

The repayment schedule for the loan as follows:

- USD 100,000 to be repaid on 01 February 1998
- USD 100,000 to be repaid on 01 March 1998
- USD 100,000 to be repaid on 01 April 1998

On 1 February 1998, when ABC repays \$ 100,000, its credit limit is reinstated by \$100,000. Therefore on 01 February 1998, the available Credit Limit of ABC stands reinstated at \$ 800,000.

You can define a credit line as Non-revolving for a special transaction line or to allot a one-time credit facility to a customer. This will ensure that the line is used for just one transaction and repayments on that transaction will not make the limit available again.

Example

You have defined the Credit Line for your customer ABC Corporation for Loans to be \$1 Million. You also define the credit line to be non-revolving.

ABC Corporation takes a loan for \$ 300,000 on 01 January 1998. ABC's credit limit now stands at \$700,000, as it is reduced by \$ 300,000 on account of the loan.

The repayment schedule for the loan as follows:

- US \$100,000 to be repaid on 01 February 1998
- US \$100,000 to be repaid on 01 March 1998
- US \$ 100,000 to be repaid on 01 April 1998

On 1 February 1998, when ABC repays US \$100,000, its credit limit will not be reinstated by US \$100,000 repayment. Therefore on 01 February 1998, the Credit Limit available to ABC will remain at US \$700,000.

Unadvised

Check this box to indicate that the facility is unadvised.



Charges can be collected on the utilization transactions for facilities that are unadvised. For this purpose SDEs ADVISED_LINE and COMMITMENT_CUR_UTIL can be used while setting up the charge rule at the CL product creation level.

Availability – Available

If the Line facility is available then this check box will be checked.

The LCM module tracks the status of both the Contract and the Facility. When the status of the Contract changes to PDO, then the Facility will become unavailable.

The product processor will give an ASCII file including all the facilities which need to be frozen. LCM module will initiate an amendment event and then un-checks the 'Available' check box.

Approved Limit Amount

This is the maximum limit amount allowed for the facility and must be specified whenever you maintain schedule limits. System ensures that neither the 'Limit Amount' maintained here nor the schedule 'Limit Amount', maintained as part of the limits schedule is greater than the limit specified here".

Limit Amount

Specify the limit for the facility. If you have maintained schedules for limits, the system automatically updates the limit amount here on the dates specified for each limit in the schedule.



The charges can be collected on facility limit amount change. In this case commitment contract created should be capable of charging the customer on the facility limit amount change. For this purpose SDE INCREASED_PRINCIPAL can be used while setting up the charge rule at the CL product creation level.

Effective Line Amount Basis

For defining drawing power of line the elements mentioned below are treated as the basis for the effective line amount calculation.

- Line Amount + Collateral
- Line Amount
- Minimum of Line Amount and Collateral

Internal Remarks

Specify the internal remarks as limits terms and conditions.

Expiry Date

Specify the expiry date for the facility. If the limit amount assigned to the facility is not utilized within the specified expiry date then the Available check box will remain un-selected. This freezes the line for the respective liability.

The freezing of the line code will be part of the LCM EOD Batch.

The LCM module will not allow the expiry date of a facility to exceed the expiry date of linked collateral(s).

When a Facility record is saved, the system will compare the expiry date of all the collaterals in the Pool which is linked to the Facility. An error message will be shown if any expiry dates are less than the expiry date of the Facility.

Last New Utilization Date

The system updates the Last New Utilization Date for the respective facility record as and when the transaction is processed. You are not allowed to amend it.

Exception Txn Amount

Specify the Exception Txn Amount. During utilization transaction when utilization amount crosses the specified Exception Txn Amount, BEPL process is triggered for Credit Exception Management to authorize the credit utilization amount. The limit transaction amount specified should be below the total effective line amount specified for that facility.



The utilization transaction can also be authorized or rejected using the "Multi Authorization Maintenance" screen based on the system configuration.

Exception Breach Percentage

Specify the Exception Breach Percentage. During utilization transaction when utilization amount crosses the specified Exception Breach Percentage, BEPL process is triggered for Credit Exception Management to authorize the credit utilization amount. The limit transaction amount specified should be below the total effective line amount specified for that facility



The utilization transaction can also be authorized or rejected using the "Multi Authorization Maintenance" screen based on the system configuration

2.14.1 Maintaining Value Dates Details

To maintain details regarding value dates, click 'Value Date' button.

The screenshot shows a window titled "Value Date Details". Inside, there's a table with three columns: "Limit Amount", "Value Date", and "Main Line Code". The first row of the table has a checkbox in the "Limit Amount" column, an empty text field, a date field with a calendar icon, and an empty text field. The table is scrollable. At the bottom right of the window are "Ok" and "Exit" buttons.

Value dated limits for a particular facility are automatically populated in the above screen when you save the Facility. The following are the details available:

- Value dated Limit Amount
- Value Date after which the mentioned amount is valid – You may modify this when required.
- Main Line to which the limit amount is linked to

2.14.2 Tracing Exposure for a Line

The facility defined can be tracked for particular exposures.

The exposure details can be captured for facility in the 'Exposure Details' screen. Click 'Exposure' to invoke this screen.

The screenshot shows a window titled "Exposure". Inside, there is a section titled "Exposure Details". Below this title is a table with two columns: "Exposure Name" and "Exposure Description". The table is currently empty. To the right of the table title, there are three small icons: a plus sign, a minus sign, and a list icon. At the bottom right of the window, there are two buttons: "Ok" and "Exit".

Exposure Name

Select the exposure name from the list available here. The list displays the exposure names maintained in Exposure Maintenance screen. Based on the exposure selected, all other details of the exposure maintenance will be displayed here.

Capturing Facility Maintenance Charges Details

To capture facility maintenance charge details, click 'Charges' button.

The screenshot shows a window titled "Charge Details". It contains two columns of input fields. The left column is for "Admin Charge" and the right column is for "Unutilized Charge". Each column has three fields: "Type", "Percent", and "Amount". At the bottom right of the window, there are two buttons: "Ok" and "Exit".

Admin Charge Type

Administrations charges as a part of creation of new line can be specified here. Charge can be a fixed amount or a percentage of the Limits amount.

Unutilized Charge Amount

Specify the charge amount that has to be collected on a certain frequency (daily, monthly etc) based on the unutilized amount. Charge can be a fixed amount or a percentage of the unutilized amount.

Utilized Charge Amount

Specify the charge amount that has to be collected on a certain frequency (daily, monthly etc) based on the utilized amount. Charge can be a fixed amount or a percentage of the utilized amount.

2.14.3 Specifying Covenant Details

The covenant details can be captured for facility in the 'Covenant Details' screen. Click 'Covenants' to invoke this screen.

Multiple covenants can be entered in the screen shown below. You can customize the details of each covenant recorded here.

Covenant Name	Description	Mandatory	Frequency	Period	Start Date	Grade
<input type="checkbox"/>		<input type="checkbox"/>	Yearly			

Covenant Name

Select the covenant name from the list available here. The list displays the covenant names maintained in Covenant Maintenance screen. Based on the covenant selected, all other details of the covenant maintenance will be brought here.

Mandatory

Mandatory/Non mandatory details will be shown on choosing a covenant name. You may change this.

Frequency

You may change the frequency shown here on choosing a covenant name.

Grace Days

You can change the Grace Days details which are displayed here on choosing a covenant name.

Notice Days

Specify the notice days i.e. the number of days prior to next revision date of the covenant. The period during the notice days will be the notice period.

Revision Date

On save of the collateral record ,the Revision Date for the covenant is defaulted based on the Frequency and Due Date maintained in the 'Covenant Maintenance' screen.

2.14.4 Maintaining Restrictions for a Line

By default, all customers, branches and products maintained in your bank can utilize the limit defined for a credit line. You can also define the limit for a line in any currency. However, you can opt to restrict the limit available under a credit line to specific customers, branches, products and currencies.

You can define these restrictions in the Limits Restrictions screen. To invoke this screen, click 'Limit Restrictions' button from the Facilities Maintenance screen.

The 'Limit Restrictions' window is divided into five main sections, each with a table for defining restrictions and a 'Restriction Type' (Allowed/Disallowed) radio button.

- Customer Restrictions:** Table with columns 'Customer Number' and 'Short Name'.
- Currency Restrictions:** Table with columns 'Currency Code' and 'Currency Name'.
- Branch Restrictions:** Table with columns 'Branch Code' and 'Branch Name'.
- Product Restrictions:** Table with columns 'Source', 'Product Code', and 'Product Description'.
- Exposure Restrictions:** Table with columns 'Exposure Name' and 'Exposure Description'.

Each section also includes a 'Restriction Type' radio button (Allowed/Disallowed) and a scrollable table area. The 'Disallowed' option is selected for all sections.

Restriction Type

Select the restriction type for each restrictions defined for the facility from the following options:

- Allowed
- Disallowed

Customer Restrictions

Customer Number

Specify the customer number for the Customer Restriction

Short Name

System displays the short name for the customer, as maintained in the 'Customer Maintenance' screen based on the selected 'Customer Number' .

Currency Restrictions

Currency Code

Specify the currency code for the Currency Restriction.

Currency Name

System displays the currency name for the currency, as maintained in the 'Currency Definition' screen based on the selected 'Currency Code'.

Branch Restrictions

Branch Code

Specify the branch code for the Branch Restriction.

Branch Name

System displays the branch name for the branch, as maintained in the 'Branch Parameters Maintenance' screen based on the selected 'Branch Code'.

Ext System Restrictions

External System

Specify the external system for the External System Restriction.

Description

System displays the description for the external system, as maintained in the 'External System Maintenance' screen based on the selected 'External System' chosen

Exposure Restrictions

Exposure Name

Specify the exposure name for the Exposure Restriction.

Exposure Description

System displays the description for the exposure, as maintained in the 'Track Exposure Maintenance' screen based on the selected 'Exposure Name'.

Product Restrictions

Product Code

Specify the product code for the Product Restriction.

Product Description

System displays the description for the product based on the selected 'Product Code'

2.14.4.1 Maintaining Customer Restrictions for a Line

To recall, you can assign a limit to a Line - Liability combination. A liability code can have several customers linked to it. By default, the line that you define is available to all customers linked to the liability code.

You can restrict the limit available under this line-liability combination to specific customers. If you choose the restriction type as 'Allowed', click on the 'Plus' button and select the customer code from the list to indicate that they are allowed to use the line. If you choose the restriction type as 'Disallowed', click on the 'Plus' button and select the customer code from the list to indicate that they are not allowed to use the line. Once you choose restriction type as 'Allowed', you can restrict a customer(s), from using the credit under a line by highlighting the code that identifies the customer and clicking on the 'Minus' button". You can remove the restrictions earlier imposed on a customer i.e., (allow a restricted customer usage of the limit under a line). To allow a restricted customer usage of a line, select the customer code from the list and click on the 'Plus' button.

2.14.4.2 Maintaining Branch Restrictions for a Line

You can restrict the usage of a credit line that you have defined to certain branches of your bank. If you choose the restriction type as 'Allowed', click on the 'Plus' button and select the branch code from the list to indicate that those branches of your bank can use the line. If you choose the restriction type as 'Disallowed', click on the 'Plus' button and select the branch code from the list to indicate that those branches of your bank are not allowed to use the line.

Once you choose restriction type as 'Allowed', you can disallow a branch(s) from using this line by selecting code that identifies the branch and clicking on the 'Minus' button". You can remove the restrictions earlier imposed on a branch i.e., to allow a restricted branch usage of the limit under this line. To allow a restricted branch usage of a line, select the code that identifies the branch from the option list and click on the 'Plus' button.

2.14.4.3 Maintaining Currency Restrictions for a Line

Just as you can restrict the limit defined for a line to specific customers, branches, and products, you can restrict it to specific currencies. Once you choose the restriction type as 'Allowed', select the currencies to which you would like to restrict application from the available option list.. The list of currency codes you choose in this field will be described in the adjacent column.

To remove a currency from the list of allowed currencies, highlight the currency code and click on the 'Minus' button. To add a currency to the list of allowed currencies, click on the 'Plus' button, and choose the currency from the option list available.

2.14.4.4 Maintaining Exposure Restrictions for a Line

You can also define the types of exposures that should be allowed (or disallowed) for a line. Based on the list you maintain, the system will display an error message if a utilization request with a transaction exposure is received where the exposure for the facility is either disallowed or not maintained as part of the allowed exposures.

Indicate if the exposure codes that you are specifying should be allowed or disallowed. From the option list available, select the exposure codes. The system defaults the description of the chosen exposure codes. To remove an exposure code from the list, highlight the code and click on the 'Minus' button. To add to the list, click on the 'Plus' button, and choose the exposure code from the option list available.

While saving the record, if the exposures disallowed here are found to be linked to existing Facility Exposures or Customer Liability Exposures, the system will display an error message and will not save the details.

2.14.4.5 **Maintaining Product Restrictions for a Line**

You can define the types of products that should be allowed or disallowed for a line. To add a product to the list of allowed products, click on the 'Plus' button and select the Source and Product Code from the adjoining option lists. The system defaults the description of the chosen source and product code.

The screenshot shows the 'Limit Restrictions' dialog box. It has a title bar with a close button. Below the title bar, there are two radio buttons for 'Disallowed'. The dialog is divided into four main sections: 'Customer Restrictions', 'Currency Restrictions', 'Branch Restrictions', and 'Product Restrictions'. Each section has a 'Restriction Type' radio button (Allowed/Disallowed) and a list of items. The 'Product Restrictions' section has a 'Source' and 'Product Code' field. The 'Disallowed' radio button is selected in all sections. The 'Product Restrictions' section has a 'Source' and 'Product Code' field. The 'Disallowed' radio button is selected in all sections.

To remove a product from the list of Allowed Products, select the Product Code and click on the 'Minus' button.



System considers both the source and the product code to validate the restriction.

2.14.5 **Maintaining Limit Schedules**

The limit assigned to a customer under a revolving line can be reduced. You can define these details while maintaining limits for a customer. From the Limits Maintenance screen, click 'Schedules' button.

For a liability code and credit line combination, you can define limit schedules and indicate the limit that is applicable for the period. You can enter a negative limit amount. However, the 'Limit Date' should not be earlier than the 'Limit start date' and later than the 'Limit Expiry Date'.

The Facility batch which runs at BOD checks the limits schedule for a facility and if a schedule is due on the current date in the branch. If so, it updates the limit amount for the facility for which the schedule is due with the schedule limit amount.

Example

You have defined a limit schedule for a facility for your client ABC Corporation where the Limit Amount initially is USD 1 million and the start date for the facility is Jan 01, 2009. The schedule is as shown below:

Limit Date	Limit Amount
Feb 01, 2009	500000
Mar 02, 2009	800000
April 03, 2009	400000
May 04, 2009	900000

In this case, during BOD on Feb 01, 2009, the limit amount will be updated to USD 500,000 and on Mar 02, 2009 it will be modified again to USD 800,000. If the batch does not run on Mar 02, 2009, it will be run on Mar 03, 2009. Accordingly, the 'Scheduled Limit Amount' defined for Mar 02, 2009 Schedule will be updated as Facility Limit Amount.

During EOD, the system processes limits schedules and revision process takes place for the facilities as per the scheduled date. It processes the limit schedules till next working day and marks all the schedules till date as processed.

When the Facility Start Date and Schedule Date falls on the same day, then on save of Facility record, you will get an override message for confirmation on updating the limit amount of Facility as per the schedule amount.

While processing, if there are any errors or overrides, it should be logged. The following are the possible errors:

- Available amount is negative for the facility.
- The Tenor Limit Amount exceeds the Line Approved Limit Amount as the validation of the Tenor Limit Amount is against the Approved Limit Amount.
- The amount cannot exceed the overall limit specified for the liability id.
- The Main Line Limit cannot be less than any of its Sub Line Limit.
- The Sub Line Limit cannot exceed the Main Line Limit.

Example

Assume the following:

- Liability - GROUPLIAB
- Line - SHTLLIMIT
- Serial - 1
- Start Date - 01-Jul-2009
- Limit Currency - USD
- Limit Amount - 50000

Schedules:

Limit Date	Limit Amount
15-Jul-2009	60000
28-Jul-2009	65000
30-Jul-2009	75000
15-Aug-2009	80000

- System Date - 14-Jul-2009
- Limit Amount - 50000

On 14-Jul-2009 EOD, limit revision process picks the 15-Jul-2009 schedule and update 60000 as limit amount. The revised limit is enforced or effective on 15-Jul-2009.

- System Date - 15-Jul-2009
- Limit Amount - 60000

Schedules:

Limit Date	Limit Amount
15-Jul-2009	60000
28-Jul-2009	65000
30-Jul-2009	75000
15-Aug-2009	80000

- System Date - 27-Jul-2009
- Limit Amount - 60000
- Next working Day - 30-Jul-2009

On 27-Jul-2009 EOD, the limit revision process picks 28-Jul-2009 and 30-Jul-2009 schedules and update 75000 as limit amount. The revised limit is enforced / effective on 30-Jul-2009.

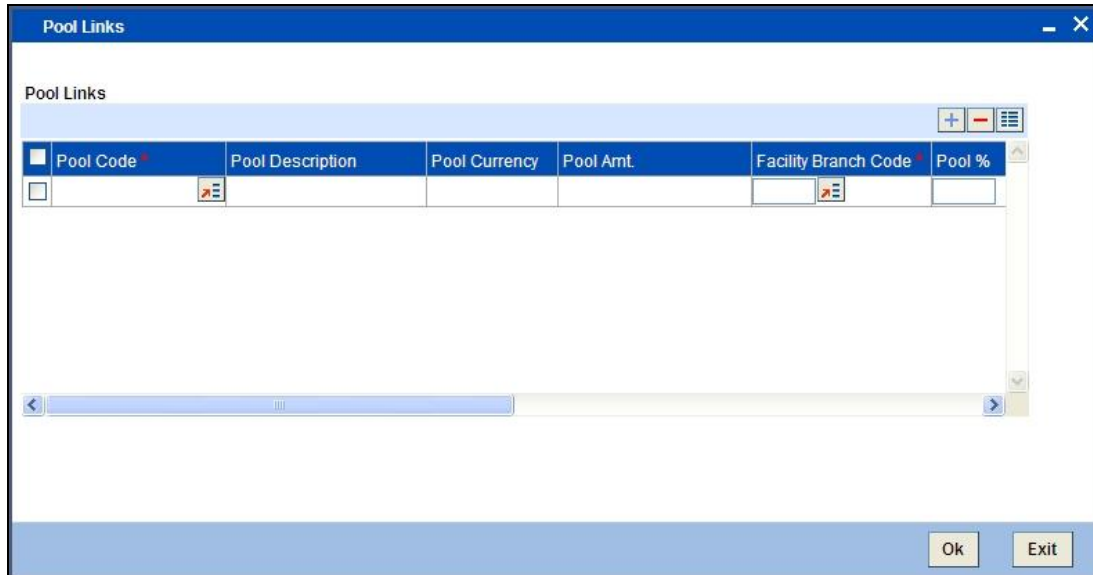
- System Date - 30-Jul-2009
- Limit Amount - 75000

Schedules:

Limit Date	Limit Amount
15-Jul-2009	60000
28-Jul-2009	65000
30-Jul-2009	75000
15-Aug-2009	80000

2.14.6 Maintaining Collateral Pool Linkages

For collateral Contribution in Total Effective line amount, the pool code maintained for that particular Liability id has to be linked, which can be achieved using this sub screen. From the Facilities Maintenance screen, click on the 'Pool Links' button.



The screenshot shows a software window titled "Pool Links". Inside the window, there is a table with the following columns: "Pool Code", "Pool Description", "Pool Currency", "Pool Amt", "Facility Branch Code", and "Pool %". The "Pool Code" column has a dropdown arrow icon. The "Facility Branch Code" column also has a dropdown arrow icon. There are "Ok" and "Exit" buttons at the bottom right of the window. The table is currently empty.

Pool Code	Pool Description	Pool Currency	Pool Amt	Facility Branch Code	Pool %
-----------	------------------	---------------	----------	----------------------	--------

Pool Code

Select the pool code from the adjoining list. The list displays all the pool codes associated for that liability Id.

Pool Description

System displays the pool description based on the selected pool code.

Pool Currency

System displays the pool currency based on the selected pool code.

Pool Amt

System displays the pool amount based on the selected pool code.

Facility Branch Code

Select the branch code from the adjoining list.

Pool %',

System displays the pool %.

Facility Amount In Pool CCY

System displays the facility amount In Pool currency.

Facility Currency

System displays the facility currency

Facility Amount

System displays the facility amount

Type

System displays the type.

Percentage Of Contract

System displays the percentage of contract.

Pool Linkages multi entry block does two functions:

Firstly, on clicking 'Plus' button you can link one row of the available pool amount (i.e. Pool amount – Pool Utilized) to that Line code for which the collateral contribution is required. Secondly, it displays at any point in time the pool amount (in percentage terms) utilized by various Line Codes and Contracts.

2.15 Defining Tenor based Restrictions

You can define Limits based on the tenor of the contracts that utilize the limit.

Click 'Tenor Restrictions' button from the Facilities Maintenance screen to maintain Tenor restrictions for the limit you have specified for the Line-Liability combination..

■ Tenor	Tenor (Days)	Limit	Utilization
<input type="checkbox"/>			

Tenor

Specify the name of the tenor.

Tenor (Days)

Specify the number of days

Limit

Specify the limit for the tenor in days.

Utilization

System displays the utilization amount for the specific tenor in days, based on the utilization of the facility in 'Schedules' sub screen

Limit Date

Specify the limit date on which the limit amount is updated in the 'Limit Amount' field

Limit Amount

Specify the limit amount for the specific limit date

You need to enter details in this screen only for transactions that involve a Tenor (e.g. Loans, Money market transactions etc). Through this screen you can specify a list of Tenors and the associated limit that tenor based transactions can utilize under this line.

2.15.1.1 Maintaining Tenor Restrictions for a Main Line

For a main line, you can:

- Specify the list of tenor restrictions for which you would like to limit your exposure.
- Assign limits for the Tenor restrictions.

2.15.1.2 Maintaining Tenor Restrictions for a Sub-Line

You can define a sub-line tenor list and also define limits for each of them. To recall, a sub-line falls under the umbrella of the Main Line to which it is linked. Therefore, the maximum tenor that you define for a sub-line should not exceed the maximum tenor defined for the main line to which it is linked. The limit amount that you define for each sub-line tenor cannot be higher than the tenor limit defined for the main line to which it is linked.

Tenors and limits can be placed at both the sub-line and main line levels. But the maximum tenor of a sub-line cannot exceed the maximum tenor defined for the main line to which it is linked.

Example

You define a Line LOANS and link it to the Liability Code CREATIVITY INC. (the Liability and the Customer Code in this case are the same). The limit set for this line - LOANS is \$ 1million.

Main Line Code
LOANS

You define a credit limit of \$ 1 million for Creativity Inc. under this Credit Line. You also specify the tenor Restrictions for the line to be the following 30D, 60D, and 90D.

Main Line Tenor List	Limit
30D	0.5M
60D	0.3M
90D	0.25M

The loans that this customer can avail can be further classified into Short, Medium and Long Term Loans.

For our example we shall make Short Term, Medium Term and Long Term loans as sub-lines under the Main Line Loans. It is only when you link these credit lines to the Credit Line Loans that it becomes a Main line.

Sub-line Code
STLOANS
MTLOANS
LTLOANS

You can define a tenor list and have tenor based limits for both the *Main Line* and *Sub-lines*. So we shall also maintain tenor based limits for the sub-line STLOANS (as shown in the table below):

Sub-line Tenor List	Limit
30D	0.3M
60D	0.2M
90D	0.1M

You can add to the list of tenors maintained for a Main Line by specifying the Tenor restriction under the head Tenor and clicking on the 'Plus' button. If you want to remove a tenor restriction from the list of tenor restrictions highlight it and click on the 'Minus' button.

2.15.2 Maintaining Source Restrictions

You can specify which sources are allowed or restricted to access the facility in 'Source Restrictions' screen. Click on 'Source Restrictions' button in 'Facilities Maintenance' screen to invoke this screen.

The screenshot shows a software window titled "Source Restrictions". At the top, there are two radio buttons under the label "Restriction Type": "Allowed" and "Disallowed". Below this, there is a section titled "Ext System Restrictions" which contains a table. The table has two columns: "Source" and "Description". The table is currently empty. To the right of the table header, there are three small icons: a plus sign, a minus sign, and a list icon. At the bottom right of the window, there are two buttons: "Ok" and "Exit".

Restriction Type

To maintain an allowed list of liability restrictions choose the 'Allowed', option. To maintain a disallowed list of liability restrictions, choose the 'Disallowed' option.

Default value of this field will be 'Disallowed'. If you select restriction type as 'allowed', then you will have to input at least one record.

Source

Specify the source from the adjoining option list.

Description

Give a brief description about the System restriction here.

2.15.3 Capturing UDE Details

To capture the UDE details, click 'UDE Details' button.

UDE Id	UDE Value	Rate Code	Code Usage	Effective Date
<input type="checkbox"/>				

You need to capture the following details here:

Commitment Branch

Specify the branch in which the commitment contract needs to be created. By default, it will be the same branch in which the facility has been created.

Commitment Product

Specify the product details of the commitment.

Commitment Settlement Branch

Specify the settlement branch details of the commitment.

Commitment Settlement Account

Specify the settlement account details of the commitment.

PPC Project Id

The system displays the PPC Project ID to which the facility is linked to.

PPC Ref No

The system displays the PPC reference number to which the facility is linked to.

UDE Values**UDE ID**

Specify the UDE ID of the commitment.

UDE Value

Specify the UDE value of the commitment.

Rate Code

Specify the rate code of the commitment.

Code Usage

Specify the code usage of the commitment.

Commitment Ref No

Specify the reference number of the commitment.

Effective Date

Specify the effective date of the commitment.



You can use the above UDE details to upload commitment details to Oracle FLEXCUBE as a part of facility maintenance. While uploading the commitment details, you need to use the batch 'ELBCOMNT', which is configured as part of EOD process.

2.15.4 Maintaining Mandate Details

You can maintain mandate information for specific line codes using 'Mandate' screen. Click 'Mandate' button on 'Facility Maintenance' screen.

Collateral Type	Min % Available

You can specify the following details here:

Line Code

Specify the line code for which the mandate has to be maintained. The system displays the line code from the main screen of facility.

Serial Number

The system displays the line serial number of the line code maintained.

Mandate

Collateral Type

Specify the collateral type required for validating mandate for the utilization transaction. The option list displays all valid collateral types maintained in the system. Choose the appropriate one.

You can add more rows to the list using add button.

Min % Available

Specify the minimum percentage of the specific collateral type to be collected while processing the utilization transaction against the line code specified. The system verifies whether the mandate percentage of the line utilization amount is greater than the collateral limit contribution. If the mandate percentage is higher, the system displays an override message. You may choose to continue or cancel the maintenance.

2.15.5 Including Netting Amount in Facility's Netting Contribution

You can set the available amount under a Facility to include the Netting Amount too. To enable this feature you must check the 'Netting Required' check box in the following levels:

- Account Netting level
- Liability level
- Facility level

Once the netting option is enabled in the above levels the Netting amount maintained as a part of Account Netting screen will be added to the available amount of the facility in facility currency. The netting amount field in the facility screen will be displayed in the Netting Contribution field for the facility in facility currency.

Account Netting

When you authorize an account netting transaction with contract type 'AC' and netting enabled, then the netting amount will be included in the facility in facility currency after netting has been enabled in Liability level & Facility level. Here the Netting Amount will be updated accordingly.

When you modify an Account Netting Record and un-check the Netting check box, then the system will automatically subtract the netting amount from the Available Amount and the Netting Amount for the corresponding facility

When you modify an Account Netting Record and check the Netting check box, then the system will automatically add the netting amount to the Available Amount and the Netting amount for the corresponding facility.

When an Account Netting Record is closed and authorised, the system will automatically subtract the netting amount from Available Amount and the Netting Amount for the corresponding facility.

When an Account Netting Record is re-opened and authorised, the system should automatically add the netting amount to Available Amount and the Netting Amount for the corresponding facility.

Facility

When the Netting option is un-checked and the modification is authorised, the system will automatically set the netting amount to zero and recalculate the available amount. Likewise, when the netting option is enabled, the system will update the netting amount based on all the Account Nettings which have Netting option enabled for the facility.

Liability

When the Netting option is un-checked and the modification is authorised, the system will automatically set the netting amount of all its facilities to zero and recalculate the available amount. Similarly when the netting option is enabled the system will update the netting amount based on all the Facilities and Account Nettings records, which have Netting option enabled for the liability.

2.15.6 Viewing Previous Credit Limit Changes

You can view previous changes made to the credit limit using the 'Facilities Summary' screen. You can invoke this screen by typing 'GESQYFAC' in the field at the top right corner of the Application tool bar and clicking the adjoining arrow button.

Facilities Summary

Authorization Status

Record Status

Mod Number

Serial Number

Line Currency

Limit Amount

Utilization

Available Flag

Expiry Date

Line Code

Liability Number

Effective Line Amount Basis

Effective Line Amount

Available Amount

Start Date

Id

Search

Advanced Search

Reset

Records per page

15

First

Previous

1 Of 1

Next

Last

Go

Authorization Status	Record Status	Mod Number	Line Code	Serial Number	Liability Number	Line Currency	Effective Line Amount Bas
----------------------	---------------	------------	-----------	---------------	------------------	---------------	---------------------------

Authorization Status

A - Authorized U - Unauthorized

Record Status

C - Closed O - Open

Exit

You can query on records based on all or any of the following criteria:

- Authorization Status
- Mod No
- Serial No
- Line Currency
- Limit Amount
- Utilisation
- Avl Flag
- Expiry Date
- Record Status
- Line Code
- Liability No
- Eff. Line Amount Basis
- Eff Line Amount
- Available Amount
- Start Date
- ID

Click 'Search' button. The system identifies all records satisfying the specified criteria and displays the following details for each one of them:

- Authorization Status
- Record Status
- Mod No
- Line Code
- Serial No
- Liability No
- Line Currency
- Eff. Line Amount Basis
- Limit Amount
- Eff, Line Amount
- Utilisation
- Available Amount
- Avl Flg
- Start Date
- Expiry Date
- ID

To view any previous changes made to the credit limit, double-click the corresponding record. A detailed screen appears containing changes made.

Facilities Summary Detailed

Enter Query

Liability Id *

Line Code *

Serial Number *

Description

Main Line Code

Line Currency

Category

Internal Remarks

User Define Status

User Define Status Changed Date

☐ Revolving Line
☐ Netting Required
☐ Unadvised
☐ Funded
☐ Shadow Limit
☐ Bulk Payment Required

Availability

☐ Availability Flag

Line Start Date

Expiry Date

Last New Utilization Date

Availment Date

Amounts

Limit Amount

Collateral Amount

Transfer Amount

Effective Line Amount

Effective Line Amount Basis

Limit Amount + Collateral Contribution

Uncollected Amount

Block Amount

Approved Amount

Day Light Limit

Day Light OD Limit

Utilization

Available Amount

Date Of First OD

Date Of Last OD

Amount Utilized Today

Utilization Amount

Tanked Utilization

Netting Amount

Exception

Exception Transaction Amount

Exception Breach

Interest Fee Required

☐ Interest Fee Required

Fee Calculation Account

Limit Restrictions

Tenor Restriction

Schedules

Value Dates

Charges

Covenants

Pool Links

Exposures

UDE Details

Status Log

Fields

Input By

Date Time


Authorized By

Date Time

Modification Number

☐ Authorized
☐ Open

Exit

 This is a view-only screen hence you cannot make any modifications in this screen.

2.16 Track Exposure Maintenance

Maintenances for exposure tracking can be done via the 'Track Exposure Maintenance' screen. This screen not only allows tracking, but also allows you to define a limit for a particular exposure. This means that when the utilization exceeds the limit, you will have to provide a confirmation for process to proceed.

You can invoke the 'Track Exposure Maintenance' screen by typing 'GEDTREXP' in the field at the top right corner of the Application tool bar and clicking the adjoining arrow button.

The screenshot shows the 'Track Exposure Maintenance' window. It includes a 'New' button at the top left. The main form area contains the following fields and controls:

- Exposure Name ***: Text input field.
- Description**: Text input field.
- Exposure Currency**: Text input field with a currency icon.
- Exposure Amount**: Text input field.
- Block Amount**: Text input field.
- Utilization**: Text input field.
- Exposure Effective Date**: Date input field with a calendar icon.
- Exposure Renewal Date**: Date input field with a calendar icon.
- Exposure Expiry Date**: Date input field with a calendar icon.
- Freeze**: Check box.
- Exposure Rating**: Text input field with a rating icon.
- Remarks**: Text input field with a comment icon.
- Available Amount**: Text input field.
- Utilization type**: Radio buttons for 'Customer' (selected), 'Transaction', and 'Revolving'.

Below the main form area, there are two tabs: 'Value Date Exposure' and 'Fields'. At the bottom of the window, there are three columns of information: 'Input By' with a 'Date Time' label, 'Authorized By' with a 'Date Time' label, and 'Modification Number'. There are also checkboxes for 'Authorized' and 'Open', and an 'Exit' button.

Exposure Name

Specify the Exposure name. The name maintained in this screen can be linked in the 'Customer to liability link Maintenance' screen if the 'Utilization type' is 'Customer' and it can be linked in the 'Facilities Maintenance' screen if the 'Utilization type' is 'Transaction' to make exposure tracking possible. It is possible to track a customer in multiple exposures. For this multiple exposure names should be linked to the 'Customer to liability link Maintenance' screen.

Description

Provide a brief description of the exposure here.

Exposure Type

Specify what kind of exposure it is. The exposure types will be as maintained in the Static Maintenance screen 'Exposure Maintenance' having function id CODEXPTY.

Utilization Type

Indicate whether exposure is linked with customer or transaction.

As part of utilization, a maximum of five exposures can be linked to customer and another five exposures can be linked to a facility.

Revolving

Check this box if the exposure is a revolving exposure. This implies that each time a repayment is made (revolving amount) against the exposure, the available limit for the exposure is increased by the amount of repayment. In case of non-revolving exposure, the available limit is the amount of exposure reduced by the loans already availed by the customer (if any); repayment does not increase the limit.

This can be denoted in terms of utilized amounts as follows:

For revolving exposure: $\text{New Exposure utilization} = \text{Exposure utilization} - \text{Revolving amount}$

For non-revolving exposure: $\text{New Exposure utilization} = \text{Exposure utilization}$

Exposure Currency

Specify the currency in which the Tracking of Exposure has to be maintained. Once authorized, this field will be non-amendable.

Exposure Amount

Specify the exposure limit amount which is to be maintained for each exposure tracking maintenance. A confirmation will be sought during utilization when the utilization amount crosses the exposure amount.

Block Amount

The value of the 'Block Amount' field in the 'Global Exposure Block Maintenance' screen is displayed here.

Utilization

System displays utilization for the exposure here.

Exposure Effective Date

Specify the effective date after which the maintained exposure becomes valid or applicable.

Exposure Renewal Date

Specify the exposure Renewal date. This is only for information purposes.

Exposure Expiry Date

Specify the expiry date after which the maintained exposure is not applicable for tracking.

Freeze

Select this check box to indicate that the exposure will be frozen and during utilization. Exposure tracking will not be allowed for such an exposure (i.e. Utilization under such exposures will not be allowed).

Exposure Rating

Specify the rating of the exposure (e.g. Sovereign rating). This is only for information purposes.

Remarks

Add remarks about the track exposure maintenance, if any.

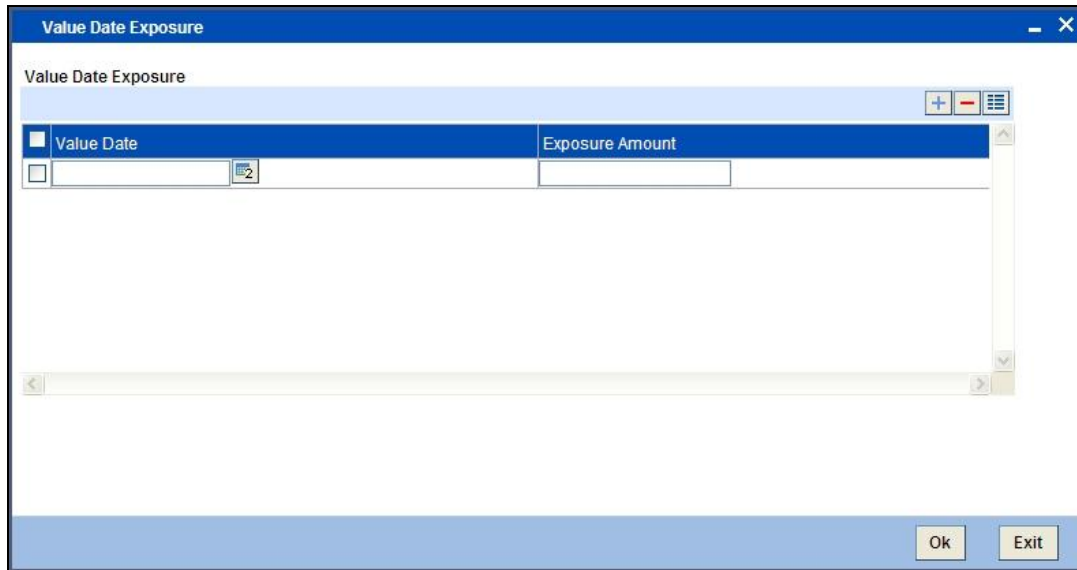
Available Amount

This is the limit amount that is considered when processing utilization requests for an exposure. It is the amount available after taking into account previous utilizations and amount block (earmark) in force for an exposure. It is calculated as shown below:

$\text{Exposure Available Amount} = \text{Exposure Limit Amount} - \text{Utilization} - \text{Exposure block amount}$

2.16.1 Maintaining Value Date Exposure Details

Value dated exposure can be specified using the Value Date Exposure screen. Click 'Value Date Exposure' to invoke this screen.



The screenshot shows a software window titled "Value Date Exposure". Inside the window, there is a table with two columns: "Value Date" and "Exposure Amount". The "Value Date" column has a small calendar icon next to its header. Below the header, there is a single row with empty input fields for both columns. To the right of the table, there are three small icons: a plus sign, a minus sign, and a list icon. At the bottom right of the window, there are two buttons labeled "Ok" and "Exit".

Value Date	Exposure Amount

For each record added here you must specify the following:

- Exposure Amount - The value dated Exposure amount
- Value Date - The value date post which the mentioned amount is valid

2.16.2 Viewing Exposure Records

You can view exposure details using the 'Exposure Query' screen. You can invoke this screen by typing 'GESQEXPD' in the field at the top right corner of the Application tool bar and clicking the adjoining arrow button.

The screenshot shows a web application window titled 'Summary'. At the top, there are four input fields: 'Exposure Name', 'Exposure Amount', 'Exposure Currency', and 'Exposure Type', each with a small icon to its right. Below these fields are three buttons: 'Search', 'Advanced Search', and 'Reset'. A pagination bar shows 'Records per page' set to 15, '1 Of 1' records, and a 'Go' button. Below the pagination bar is a table with the following headers: 'Id', 'Exposure Name', 'Exposure Currency', 'Exposure Amount', 'Exposure Type', 'Utilization Type', 'Utilization', 'Expiry Date', and 'Exposure Expiry Date'. The table body is currently empty. At the bottom left, there is a tab labeled 'Utilization Details'. At the bottom right, there is an 'Exit' button.

You can query on records based on all or any of the following criteria:

- Exposure Name
- Exposure Amount
- Exposure Currency
- Exposure Type

Click 'Search' button. The system identifies all records satisfying the specified criteria and displays the following details for each exposure:

- Id
- Exposure Name
- Exposure Currency
- Exposure Amount
- Exposure Type
- Tracking type
- Utilization
- Exposure Effective Date
- Exposure Expiry Date
- Exposure Freeze Type
- Exposure Rating
- Auth Status

- Mod Number
- Revolving Type
- Available Amount
- Revolving Amount
- Block Amount

Select particular record and click on 'Utilization Details' button to open the 'Utilization Details' screen. You can invoke this screen by typing 'GESQEXPU' in the field at the top right corner of the Application tool bar and clicking the adjoining arrow button.

The screenshot shows a web application window titled "Summary". At the top right are "Search", "Advanced Search", and "Reset" buttons. Below these is a "Records per page" dropdown set to "15", followed by "1 Of 1" and a "Go" button. A table header is visible with the following columns: "Utilization Id", "Customer Number", "Liability Id", "Limit Id", "Booking Date", "Utilization Amount", "Utilization Currency", "Utilization Branch", and "Utilization Product". The table body is empty. At the bottom right is an "Exit" button.

2.17 Account/Contract Balance Maintenance for Netting

To pool balances across accounts/contracts for netting, account/contract balance information has to be maintained. You can perform this maintenance in the 'Account/Contract Balance for Netting' screen.

You can invoke the 'Account/Contract Balance for Netting' screen by typing 'GEDACCNT' in the field at the top right corner of the Application tool bar and clicking the adjoining arrow button.

Account/Contract Balance For Netting

New

Reference Number*

Customer Number

Currency*

Amount

Value Date

Booking Date

Expiry Date

Liability Number*

Line Code

Serial Number

☐ Netting Required

Contract Type

Fields

Input By
Date Time

Authorized By
Date Time

Modification
Number

☐ Authorized

☐ Open

Exit

Reference Number

Specify the reference number, which is the account number or the contract reference number for which the balance has to be considered.

Contract Type

The 'Contract Type' field will show 'AC' by default for the account netting facility. In this case you must also define the facility code (Line Code) to which the netting amount is to be added.

If the account is a Term Deposit account which you wish to link as collateral to a collateral pool, then specify a Contract Type other than 'AC'. Here you need not specify the facility code.

For more details on linking Term Deposit accounts/contracts as collaterals, refer the section 'Collaterals Maintenance'.

Customer Number

Specify the customer number to which the Reference number belongs to.

Currency

Specify the currency based on which the balance amount of the account/contact has to be considered. Once authorized, this entry will be non-amendable.

Amount

Specify the account/contract balance amount for netting.

Value Date

Specify the date from when this account/contract is valid for netting.

Booking Date

Specify the booking date when the account/contract was created.

Expiry Date

Specify the date till when this account/contract is valid for netting.

Liability Number

Specify the liability number to which the Reference number is linked.

Line Code

Specify the line code for the account/contract.

Serial Number

System displays the Serial Number for the line chosen in the field 'Line Code'.

Netting Required

Select this check box to indicate that the netting amount defined in the 'Account/Contract Balance for Netting' screen will be updated in the 'Netting Contribution' field for the specific facility for which 'Netting Required' check box is checked. You can have the Facility to display the Netting Amount in the 'Netting Contribution' screen. For more details on this feature, refer the section 'Including Netting Amount in Facility's Netting Contribution' in this document.

2.18 Ear Marking Maintenance

You can use the 'Ear Marking Maintenance' screen for blocking of funds for a Facility.

You can invoke the 'Ear Marking Maintenance' screen by typing 'GEDBLOCK' in the field at the top right corner of the Application tool bar and clicking the adjoining arrow button.

The screenshot shows the 'EAR Marking Maintenance' application window. It features a 'New' button at the top left. The main form area includes the following fields and controls:

- Block Number * (text input)
- Branch * (text input with a dropdown icon)
- Liability Code * (text input with a dropdown icon)
- Customer Number * (text input with a dropdown icon)
- Line Code * (text input with a dropdown icon)
- Serial Number (text input)
- Block Currency * (text input with a dropdown icon)
- Block Amount (text input)
- Effective Date (date input with a calendar icon)
- Expiry Date (date input with a calendar icon)
- Auto Block (checkbox)
- Remarks (text input with a speech bubble icon)

At the bottom of the window, there is a 'Fields' tab and a summary section containing:

- Input By (text)
- Authorized By (text)
- Modification Number (text)
- Authorized (checkbox)
- Open (checkbox)
- Exit button

Block Number

Specify the unique number which is to be assigned for every block that has been created.

Branch

Specify the branch in which the block has been created.

Liability Code

Specify the liability code for which the amount block is to be done.

Customer Number

Specify the customer for whom the amount block is to be done.

Line Code

Specify the Line code for which the amount block is to be done.

Serial Number

System displays the serial number for the line chosen in the field 'Line Code'.

Block Currency

Specify the currency based on which the Block amount for the facility has to be considered. Once authorized, this entry will be non-amendable.

Block Amount

Specify the amount to be blocked for ear marking.

Effective Date

Specify the date from when this block amount for that facility becomes effective.

Expiry Date

Specify the date till when this block amount for that facility is applicable.

Auto Block

Check this box to indicate that the system should automatically create block for the specified amount for the specified facility. This check box will be unchecked by default indicating that the block on the facility will be manual.

Remarks

Add remarks about the ear marking maintenance, if any.

2.19 Global Block Exposure Maintenance

You can block (earmark) a certain amount of an exposure limit using the 'Global Block Exposure Maintenance' screen.

You can invoke the 'Global Exposure Block Maintenance' screen by typing 'GEDEXPBL' in the field at the top right corner of the Application tool bar and clicking the adjoining arrow button.

Global Exposure Block Maintenance

New

Block Number *
Branch *
Exposure Name *
Exposure Description
Block Currency *
Block Amount *
Effective Date
Expiry Date
☐ Auto Block

Additional Informations

Customer Number
Liability Number
Remarks
Line Code
Serial Number

Fields

Input By
Date Time
Authorized By
Date Time
Modification Number
☐ Authorized
☐ Open
Exit

Block Number

Specify a unique number for the block you are creating. The system will not allow you to modify it after authorization of the maintenance.

Branch

Specify the branch from which the block is being maintained. You cannot change the branch after authorization of the maintenance.

Exposure Name

Specify the exposure code for which the amount block is to be done. The adjoining option list contains all the relevant codes. Select the appropriate one.

Exposure Description

The system defaults the exposure description here.

Block Currency

Specify the currency in which the amount block is to be applied. You cannot modify this once the maintenance has been authorized.

Block Amount

Specify the amount to be earmarked. This amount is deducted from the existing utilization of an exposure before additional utilization requests are processed.



It is also updated as the 'Block Amount' in the 'Track Exposure Maintenance' screen.

Effective Date

Specify the date from which the amount block should be applied for the exposure.

Expiry Date

This is the date till which the amount block for the exposure is enforced.

Auto Block

The system automatically checks this option on the date the block on the exposure comes into force i.e. the 'Effective Date'.

2.19.1 Additional Information

As part of additional information for the exposure, you can capture the following details:

Customer Number

Specify the customer number for the global exposure block maintenance.

Liability Number

Specify the liability number for the global exposure block maintenance.

Remarks

Add remarks about the global block exposure maintenance, if any.

Line Code

Specify the line code for the global exposure block maintenance.

Line Serial

System displays the serial number for the line chosen in the field 'Line Code'.

2.20 Exception Queue Maintenance

You can maintain exception queue records with their respective user roles allowed for authorization in the 'Exception Queue Maintenance' screen.

You can invoke the 'Exception Queue Maintenance' screen by typing 'GEDQUEMN' in the field at the top right corner of the Application tool bar and clicking the adjoining arrow button.

The screenshot shows the 'Exception Queue Maintenance' application window. It features a 'New' button at the top left. Below it are two input fields: 'Queue Name *' and 'Description'. The 'Queue Detail' section contains a table with two columns: 'Role Name' and 'Description'. The 'Role Name' column has a checkbox and a small icon. The 'Description' column has a text input field. At the bottom, there's a 'Fields' section with labels for 'Input By Date Time', 'Authorized By Date Time', and 'Modification Number'. There are also checkboxes for 'Authorized' and 'Open', and an 'Exit' button.

Queue Name

Specify the Queue Name.

Description

Give a brief description of the queue here.

Queue Detail

Here you can specify multiple user roles for a Queue name. For each record you must specify the Role Name i.e. the user role allowed for authorization. System then defaults the description for the role

2.21 Transaction Authorize Maintenance

As a part of BEPL process for Credit Exception management, the Transaction authorizer details and breached authorizer details can be entered in the 'Transaction Authorize Maintenance' screen.

You can invoke the 'Transaction Authorize Maintenance' screen by typing 'GEDTAUTH' in the field at the top right corner of the Application tool bar and clicking the adjoining arrow button.

Transaction Authorize Maintenance

New

Branch *

Description

Category

Transaction Details

Queue Name	From Amount	To Amount
<input type="text"/>	<input type="text"/>	<input type="text"/>

Breached Details

Queue Name	From Amount	To Amount
<input type="text"/>	<input type="text"/>	<input type="text"/>

Fields

Input By Date Time

Authorized By Date Time

Modification Number

☐ Authorized

☐ Open

Exit

The transaction authorizer queue first checks for authorizers maintained for that particular branch and category during a utilization transaction for that branch. If no authorizers are maintained for that branch then a default authorizer will be assigned to all branches.

The Default Authorizer details will be used for processing Credit Exception management.

Branch

Specify the branch for which the maintenance is being done.

Description

The description for the branch chosen in the field 'Branch' is displayed here.

Remarks

Specify the remarks about the Transaction Authorize Maintenance

Category

Specify the category for which the transactions authorize maintenance is being done. Having specified the category for the liability and the facility, the transaction authorize maintenance can be done for the same category. When the Exception Txn Amount or Exception Breach Percentage gets breached for a line belonging to the same category as defined in the transaction authorize maintenance, the transaction will be available in the queue defined in the transaction authorize maintenance for the specific category

Transaction Details

Here for each record you can specify the following:

- Queue Name – Specifying this will in turn fetch all the user roles attached to the queue name. During utilization transaction users having these roles will have to perform the authorization for the corresponding amount range.
- From Amount and To Amount – For specifying the amount range

Breached Details

Here for each record you can specify the following:

- Queue Name – Specifying this will in turn fetch all the user roles attached to the queue name. During utilization transaction users having these roles will have to perform the authorization on Breached Transaction amount blocks.
- From Amount and To Amount – For specifying the amount range to define the block of amount

2.22 Limits & Collaterals Parameter Details

You can specify certain parameters relating to the End Of Day operations in the 'Limits & Collaterals Parameter Details' screen.

You can invoke the 'Global Exposure Parameter Detail' screen by typing 'GEDPARAM' in the field at the top right corner of the Application tool bar and clicking the adjoining arrow button.

The screenshot shows the 'GEMS Parameter Maintenance' window with a 'New' button. The form contains the following fields and options:

- Maximum No of Processes: 1
- Rate Type: STANDARD
- Currency System: [Empty]
- CRM System: [Empty]
- Maximum Retry Lock * Transaction: 5
- System Maker Id *: [Empty]
- System Checker Id *: [Empty]
- ☐ Auto Closure of Non Revolving Line
- ☐ Exposure Tracking
- ☐ Generate Customer Number
- CIF Mask: [Empty]
- Bank Capital: [Empty]
- Limit Currency: [Empty]
- Central Bank Lending Limit %: [Empty]
- Internal Lending Limit %: [Empty]
- Revaluate Currency Online: ☒ Batch, ☐ Online
- Revaluate Market Online: ☒ Batch, ☐ Online
- Rate Range: ☒ Mid Rate, ☐ Buy Rate, ☐ Sell Rate
- Holiday Treatment: ☐ System Date, ☐ Next Working Day - 1
- UPD Utilizations: ☒ Batch, ☐ Online
- Block Facility on Status: ☐ Yes, ☐ No

At the bottom, there is a 'Fields' section with labels for 'Input By Date Time', 'Authorized By Date Time', and 'Modification Number'. Below these are checkboxes for 'Authorized' and 'Open', and an 'Exit' button.

The following details are maintained here.

System Maker ID and System Checker ID

During the processing of user entries, if the maker ID and checker ID is not mentioned, then IDs specified here will be recorded.

Maximum Retry Lock Transaction

Specify the number of times authorization can be tried before the transaction is locked.

Maximum Number of Processes

Multi threading feature in LCM module can be controlled by specifying the max number of processes here. In case of load balancer during End Of Day batch operations the maximum process for load sharing can be specified using this field.

Rate Type

Specify the rate type that has to be considered for all amount conversions LCM.

Currency System

Specify the external currency system if the Bank is using a external currency system other than the one provided in LCM.

CRM System

Specify the external CRM system if the Bank is using an external CRM system other than the one provided in LCM.

Generate Customer Number

Check this box to generate the customer number automatically at the time of customer creation and customer replication from the Oracle FLEXCUBE as per the specified customer mask.

Auto CNR (Auto Closure of Non Revolving Line)

Check this box to close the non-revolving line automatically on expiry date.

Exposure Tracking

Check this check box if exposure tracking is to be enabled in the system.

Customer Mask

If you have selected 'Generate Customer Number' option, you need to specify the customer mask.

The customer mask will be maximum nine characters length, out of which it is mandatory to use three characters from the branch code of the customer number and the rest six can be numbers. E.g. bbbnnnnnn. If branch code is not part of customer mask, then maximum characters of number digit will be nine else it would be six characters and minimum characters of number digit would be four. E.g. nnnnnnnnn.

If the customer number is less than nine digits, then the system will left pad it with '0' i.e zero.



Character 'b' indicates the branch code and character 'n' indicates number digits.

Bank Capital

Specify the amount to calculate internal lending equivalent amount

Limit Currency

The System defaults the local currency of the bank.

Central Bank Lending Limit %

Specify the percentage of central bank lending limit. Central Bank Lending Limit percentage of the bank capital is considered as limit amount allowed by the central bank. The central bank lending limit percentage should be between 0 and 100.

Internal lending Limit %

Specify the percentage of internal lending limit. The internal lending limit percentage should be between 0 and 100.



If Bank Capital is specified then Central Bank Lending Limit % and Internal Lending Limit % fields are mandatory.

Revalue Currency Online

Indicate whether the currency revaluation should be an online or a Batch (EOD) process. Revaluation of the line amount takes place online if the parameter is set to online.

Revalue Market Online

Indicate whether Market price revaluation should be Online or Batch. Market price based security Revaluation takes place online if the parameter is set to online.

UPD Utils

Specify whether Value date utilization updating can be Online or Batch. Value date updating takes place online if the parameter is set to online.

Block Facility on Status

Indicate whether, depending on the worst status of a liability, the EOD process should block the facility or not.

Rate Range

Specify the rate - Mid Rate, Buy rate, Sell rate - which has to be considered during all Conversion Amount calculations in LCM.

Batch Process

Indicate whether the EOD Batch Process should be set up as part of the Database Server or the Application Server. Application server is the recommended choice.

Holiday Treatment

The revaluation process for the securities, collaterals and covenants may fall on a bank holiday. You can specify which of the following actions must be taken in such cases:

- System Date – Choose this to indicate that only collaterals with a Reval Date prior to or same as the system date will be considered for revaluation.
- Next Working Date -1 – Choose this to indicate that all the collaterals with the Reval Date prior to or same as the day before the next working date will be considered.

The EOD process closes all the active non-revolving lines automatically when the check box 'Auto CNR' is checked. Example

Limits:

Facility	Expiry Date	Revolving
FACILITY1	15-Jul-2009	N
FACILITY2	16-Jul-2009	Y
FACILITY3	16-Jul-2009	N
FACILITY4	15-Aug-2009	N

- System Date - 15-Jul-2009
- Next Working Day - 17-Jul-2009

On 15-Jul-2009 EOD, the system closes FACILITY1 and FACILITY3.



This process does not close the following lines:

- If there are any underlying active transactions on that line
- If there are any active sub lines reporting to this main line

If line is not closed due to the above exceptions then the system logs the same into an exception table 'GETB_EXCEPTION_LOG'. If particular line is not closed on expiry date due to the above exception then same line is taken up for auto closure process on next EOD.

2.23 Facilities Amount Transfer Maintenance

Transfer of full or partial limit amounts from one facility to other within or across liabilities for certain periods is possible. It is also possible to close/cancel this transfer operation before a specified End Date.

Upon manual closure/cancellation or on automatic expiry, the system will transfer the transferred amount back to the original line.

For the above functionality you must do the following maintenances.

Limit transfer details can be defined through the 'Facilities Amount Transfer Maintenance' screen. You can invoke the 'Facilities Amount Transfer Maintenance' screen by typing 'GEDTRANS' in the field at the top right corner of the Application tool bar and clicking the adjoining arrow button.

From Liability Number and To Liability Number

Specify the 'From Liability No' i.e. for whom the limit amount is to be transferred

Specify the 'To Liability No' i.e. to whom the liability amount is allocated.

From Liability Name and To Liability Name

System will default the names of the 'From Liability' and 'To Liability' when the 'From Liability Number' and 'To Liability Number' are chosen respectively.

From Line and To Line

Specify the 'From Line' i.e. the Line from which the line amount is transferred.

Specify the 'To Line' i.e. the Line to which the line amount is transferred to for a specified period.

From and To Facility Currencies

System will default the names of the from facility currency and to facility currency when the 'From Line' & 'To Line' are chosen respectively. For effective line transfer from one line to another, the currency of both the lines has to be the same.

From Facility Start Date and End Date

System will default the from facility start date and from facility end date when the 'From Line' is chosen. To Facility Start Date and End Date

System will default the 'To Facility Start Date' and 'To Facility End Date' when the 'To Line' is chosen.

From Facility Available Amount and To Facility Available Amount

System will default the 'From Facility Available Amount' and 'To Facility Available Amount' when the 'From Line' & 'To Line' are chosen respectively.

Effective From Date and Effective To Date

Specify the Effective From Date of transfer i.e. the date from when the transfer of limits will be effective.

Specify the Effective To Date of transfer i.e. the date till when the transfer of limits will be effective. This date must be greater than the Effective From Date

Transfer Amount

Specify the transfer amount to be transferred, from the 'From Line' to the 'To Line', from the 'Effective From Date' onwards.

2.24 Force Collateral Revaluation

You can run the Ad-hoc revaluation process for market based collaterals using the 'Ad Hoc Revaluation' screen. For such collateral values to be revised, an input file containing the latest security prices must be given to the system before using this facility.

You can invoke the 'Ad-hoc Revaluation' screen by typing 'GEDADREV' in the field at the top right corner of the Application tool bar and clicking the adjoining arrow button.

Ad hoc Revaluation

New

Security Code *

Security Price

Process

Exit

Security Id

Specify the security id for which Ad-hoc Revaluation is to be done.

Security Price

System displays the price code as maintained in the 'Securities' screen.

Click the 'Process' button to process the Ad-hoc Revaluation.

2.25 Multi Authorization Maintenance

Multi authorisation maintenance can be done via the 'Multi Authorisation Maintenance' screen.

You can invoke the 'Multi Authorization Maintenance' screen by typing 'GEDDAUTH' in the field at the top right corner of the Application tool bar and clicking the adjoining arrow button.

Multi Authorization Maintenance

Utilization Details

Serial Number *

Utilization Id

Customer Number

Transaction Date

Utilization Amount

Utilization Currency

Liability Number

Line Code

Serial Number

Facility Currency

Facility Utilization

Utilization Branch

Utilization Product

Value Date

Source

Utilization Status

☐ Deleted

Liability Currency

Liability Utilization

Exception Queue

Error Code *

Error Parameters

Remarks

Accept

Reject

Exit

Whenever Utilization Transactions has been breached then the utilization transaction would require multiple authorizations. Transactions which are breached could be either authorized using BPEL process flow Credit Exception management or using UI multi Auth screen.



During implementation either the BPEL process needs to be used or the screen here needs to be used. Both can't be used at the same time

Whenever utilization transaction has been breached this screen has to be used by the authorizer to either Accept or Reject the breached transaction. The following fields mentioned below indicate all the values that will associated with the transaction. The fields are all display fields and cannot be edited for a transaction using this screen. Only Accept or Reject for authorization of the breached transaction is allowed.

Serial No

Indicates the LCM generated unique identifier for the transaction.

Utilization Reference Number

Specifies the LCM utilization reference number.

Customer Number

Specifies the Customer Number of the utilization transaction. Customer Number entered should be valid Customer Number in LCM.

Transaction Date

Indicates the date and time when the transaction was entered in the external system.

Utilization Amount

Indicates the Utilization Amount.

Utilization Currency

Indicates the currency of the utilization transaction. Currency code entered should be a valid currency code in LCM.

Liability Number

Specifies the liability number of the utilization transaction. Liability Number entered should be valid Liability Number in LCM.

Line Code

Specifies the facility code of the utilization transaction. Facility Code entered should be valid Facility Code in LCM.

Serial Number

Specifies the facility serial number of the utilization transaction.

Facility Currency

Specifies the facility currency.

Facility utilization

Indicates the facility utilization amount.

Utilization Branch

Indicates the transaction branch.

Utilization Product

Indicates external product code of the utilization transaction. This is only if the utilization has been done from an external product

Value Date

Specifies the value date of the transaction. If value is not passed then system will default to LCM present branch date.

Source

Indicates the product processor name from where the transaction has been originated. This field will be as part of Header section (Source Code). This is only if the utilization has been done from an external product

Utilization status

Indicates the utilization status, possible values are A-Active, R-Reverse, L- Liquated

Delete

Indicates whether the transaction is deleted or not. If the check box is selected then it is deleted.

Liability Currency

Specifies the liability currency.

Liability utilization

Indicates the liability utilization amount.

Exception Queue

Specifies the exception queue in which transaction has been parked.

Error Code

Specifies the error code of the transaction.

Error parameter

Specifies the error parameters associated to the transaction.

Remarks

You can enter your remarks associated with the transaction.

2.26 Dual Authorization of Utilization Transaction

During Utilization Transaction process if the utilization amount crosses the breach amount specified, then the transaction requires dual authorization. Transactions which are breached could be either authorized using BPEL process flow Credit Exception management or using UI multi Auth screen. During implementation either the BPEL process needs to be used or the screen here needs to be used. Both can't be used at the same time. You can specify the facility maintenance breach amount and breach percentage in LCM module.

When the transaction amount inputted is more than breach amount or percentage, during utilization process LCM module would flag dual authorized indicator and updates the dual authorization error code as part of response. If response from the LCM module contains dual authorization error code, then Oracle FLEXCUBE logs the transaction details in dual authorization tables and processes it completely.

The authorization for the breached (dual auth) transactions will be authorized using function ID 'GEDDAUTH' of LCM module.

However till the dual authorization happens Oracle FLEXCUBE does not allow you to authorize the main transaction. You can also perform dual authorization using Oracle FLEXCUBE screen, but system performs certain validations to ensure that Oracle FLEXCUBE does not authorize the LCM breach transactions.

Example

Assume that for liability 'TATA' line 'TATABILL' is created with below details.

- Limit amount - 10,000.00
- Collateral amount - 0.00
- Breach percentage - 110 (which is equal to 11,000)
- Brach amount - 15,000

The system calculated values:

- Available amount - 10,000.00
- Utilized amount - 0

Assume that as part of BC, a contact line 'TATABILL' is linked. As part of the contact data input, when you link the line 'TATABILL' and press 'Save' button during transaction processing in LCM module, if the transaction requires dual authorization then the system displays this information to the user.

Till the dual authorization error code (breached transaction) is authorized in LCM module, Oracle FLEXCUBE does not allow the contact to be authorized. In case, if the breached transaction is rejected, then you have to delete the contact Information irrespective of whether the error code has been authorized or Contracts requiring multilevel authorization can be viewed using Oracle FLEXCUBE function 'OVDAUDET'.

If you delete the dual authorization contract in Oracle FLEXCUBE, then the system deletes the contract details in Oracle FLEXCUBE and LCM module will delete the utilization LCM.



LCM module deletes the utilization transaction if any dual authorization error is not authorized and the system updates the status as 'Ignored' so that this information is not shown to the user. However if the error code is authorized, then this information is ignored.

2.27 Merging Liabilities

You can merge any two liabilities existing in the system into one single liability. LCM module allows you to merge one liability into another. Upon merger, both liabilities will assume the same liability code. The structure of the liabilities will not change.

The merging of liabilities is done in the following two steps:

- Step 1 – Liability Merger Maintenance
- Step 2 – Liability Merger Process

The above steps are described in the sections below.

2.27.1 Liability Merger Maintenance

You must first maintain the details of liabilities to be merged using the 'Liability Merger Maintenance' screen. You can invoke the 'Liability Merger Maintenance' screen by typing 'GEDMERGE' in the field at the top right corner of the Application tool bar and clicking the adjoining arrow button.

The screenshot shows the 'Liability Merger Maintenance' window. It includes a 'New' button at the top left. The main form area has the following fields: 'Branch Code' (text), 'From Liability Code *' (text with a dropdown arrow), 'To Liability Code *' (text with a dropdown arrow), 'Effective Date' (text with a calendar icon), and 'Remarks' (text with a speech bubble icon). Below the form is a row of buttons: 'Customer Link Merger Log', 'Collateral Merger Log', 'Collateral Pool Merger Log', 'Netting Merger Log', 'Facility Merger Log', 'Transfer Merger Log', 'Earmarking Merger Log', and 'Utilization Merger Log'. The bottom section contains 'Input By' and 'Authorized By' (both with 'Date Time' labels), a 'Modification Number' field, checkboxes for 'Authorized' and 'Open', and an 'Exit' button.

In the above screen you must maintain the following details for merger of two liabilities.

From Liability Code

Specify using the adjoining list of options the code of the liability which is to be merged into another liability.

To Liability Code

Specify using the adjoining list of options the code of the liability into which the liability specified under 'From Liability Code' must be merged into.

Branch Code

System defaults the branch code as the branch from which the 'Liability Merger Maintenance' screen is launched and 'New' button is clicked.

Effective Date

Specify the date from which the merger of liabilities must take effect.

Remarks

Specify the remarks about the Liability Merger Maintenance.

Once you have maintained the above merger details, you must initiate the Merger Batch Process using an Intra Day Process so as to complete the merger. During this batch process all liability IDs for all the related maintenances will be modified. These include the following maintenances:

- Liability Customer
- Collateral
- Collateral Pool
- Facility
- Netting
- Facility Transfer
- Ear Marking

Upon merger, all the Utilizations will point at the new liability. The liability utilization will then be moved from the old liability to the new liability and the old liability will be closed.

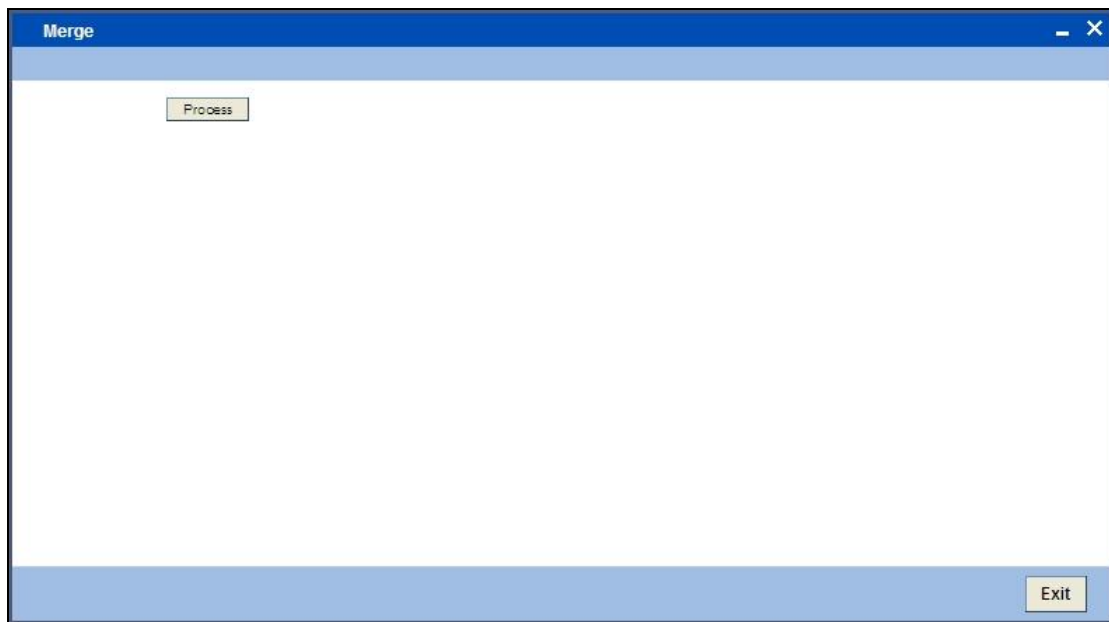
You may view the following merger logs from the above screen:

- Customer Link Merger Log
- Collateral Merger Log
- Collateral Pool Merger Log
- Netting Merger Log
- Facility Merger Log
- Transfer Merger Log
- EarMarking Merger Log
- Utilization Merger Log

2.27.2 Liability Merger Process

Once you maintained the details of liabilities to be merged, you can initiate the process of merger using the 'Liability Merger Process' screen.

You can invoke the 'Liability Merger Process' screen by typing 'GEDMRGTR' in the field at the top right corner of the Application tool bar and clicking the adjoining arrow button.



Click 'Process' button to initiate the merger of maintained liabilities.



Note the following:

- Merger between Liabilities that form part of a hierarchy is not allowed.

3. Queries

3.1 Introduction

The Queries module under the Menu Browser provides query functions for the following:

- Liabilities
- Liability History
- Facilities
- Utilizations
- Utilization Transactions
- Utilization Log
- Collateral Covenants
- Facility Covenants

3.2 Liabilities Query

The 'Liability Query' screen allows you to query for records based on the following parameters:

- Authorization Status
- Liability Number
- Liability Branch
- Record Status
- Liability Currency

You can invoke the 'Liability Query' screen by typing 'GESQLIAB' in the field at the top right corner of the Application tool bar and clicking the adjoining arrow button.

Liability Query

Authorization Status Record Status

Liability Number Liability Currency

Branch

Records per page: 15 First Previous 1 Of 1 Next Last Go

<input type="checkbox"/>	Authorization Status	Record Status	Overall Limit	Credit Rating	Revision Date	Utilization Amount	Unadvised	Liability Number	Liability
--------------------------	----------------------	---------------	---------------	---------------	---------------	--------------------	-----------	------------------	-----------

Authorization Status A - Authorized U - Unauthorized

Record Status C - Closed O - Open

You can use this screen to query the Facilities and the Utilizations Details for a Liability. To do this, choose the liability for which you wish to view details by checking the box at the beginning of each row and clicking the 'Facility Detail' button. The 'Facility Query' screen with details of the facilities is displayed:

Facility

Facility Details

<input type="checkbox"/>	Line Code	Serial Number	Line Currency	Liability Id	Limit Amount	Collateral Amount	Utilization	Reporting
<input type="checkbox"/>								

Utilization Details

Exit

In the 'Facility Query' screen, choose the facility for which you wish to view the utilization details by checking the box at the beginning of the row and clicking on the 'Utilization Details' button. The system displays the 'Utilization Query' screen containing details of the utilization, as shown below:

Utilization

Consolidated Utilizations

<input type="checkbox"/>	Utilization Id *	Customer Number	Liability Number	Line Code	Serial Number	Utilization
<input type="checkbox"/>						

Exit

3.3 Liability History

The 'Liability History Query' screen allows you to query for records based on the following parameters:

- Authorization Status
- Liability Number
- Record Status

- Liability Branch

You can invoke the 'Liability History Query' screen by typing 'GESQHLIA' in the field at the top right corner of the Application tool bar and clicking the adjoining arrow button.

3.4 Utilization Transaction Query

The 'Utilization Transaction Query' screen allows you to query for records based on the following parameters:

- Liability Number
- Line Code
- Branch Code
- Customer Number
- Liability Branch
- Utilization Price
- Auth status
- Record Status

The total number of exposure for the customer can be viewed. It also shows the Sum of Amount Utilization in local currency/ branch currency.

You can invoke the 'Utilization Transaction Query' screen by typing 'GESQSLIA' in the field at the top right corner of the Application tool bar and clicking the adjoining arrow button.

Liability Number

Branch

Line Code

Utilization Price

Branch Code

Customer Number

Search

Advanced Search

Reset

Records per page

15

First

Previous

1 Of 1

Next

Last

Go

Liability Number	Liability Name	Branch	Liability Currency	Overall Limit	Line Code	Serial Number	Utilization Amount	Utilization Price

Authorization Status

A - Authorized U - Unauthorized

Record Status

C - Close O - Open

Exit

3.5 Covenants Queries

You can perform the following queries for covenants in the system:

The 'Facility Covenants Query' allows you to query the covenants associated with a particular facility. Details including the line code, liability number, last revision date, notice days and so on for the covenant can be viewed.

You can invoke the 'Facility Covenants Query' screen by typing 'GESQFCNV' in the field at the top right corner of the Application tool bar and clicking the adjoining arrow button.

Facility Covenants Query

Covenant Name

Liability Number

Serial Number

Grace Days

Notice Days

Due Date On

Covenant Reference

Description

Line Code

Mandatory

Revision Date

Frequency

Start Date







Records per page: 15 1 Of 1







Covenant Name	Description	Liability Number	Line Code	Serial Number	Mandatory	Grace Days	Revision Date	Notice Days	Frequency
---------------	-------------	------------------	-----------	---------------	-----------	------------	---------------	-------------	-----------

The 'Collateral Covenants Query' allows you to query the covenants associated with a particular collateral. Details including the collateral code, liability number, last revision date, notice days for the covenant can be viewed.

You can invoke the 'Collateral Covenants Query' screen by typing 'GESQCCNV' in the field at the top right corner of the Application tool bar and clicking the adjoining arrow button.

Collateral Covenants Query

Covenant Name 
Liability Number 
Mandatory 
Revision Date 
Frequency 
Start Month 

Description 
Collateral Code 
Grace Days 
Notice Days 
Due Date On 
Covenant Reference 

Records per page: 15 1 Of 1

Covenant Name	Description	Liability Number	Collateral Code	Mandatory	Grace Days	Revision Date	Notice Days	Frequency	Due D
---------------	-------------	------------------	-----------------	-----------	------------	---------------	-------------	-----------	-------

4. Reports

4.1 Introduction

This manual lists the details of various reports that you can generate for Limits and Collateral Management module of Oracle FLEXCUBE.

During the day, or at the end of the day, you may want to retrieve information on any of the several operations that were performed during the day in your bank. You can generate this information in the form of reports in Oracle FLEXCUBE.

For every module you can generate reports, which give you data about the various events in the life of a specific contract, or across contracts, at a specific point in time. You can have analysis reports, daily reports, exception reports (reports on events that ought to have taken place on the contract but have not, due to various reasons), history reports and so on. A set of report formats is pre-defined for every module.

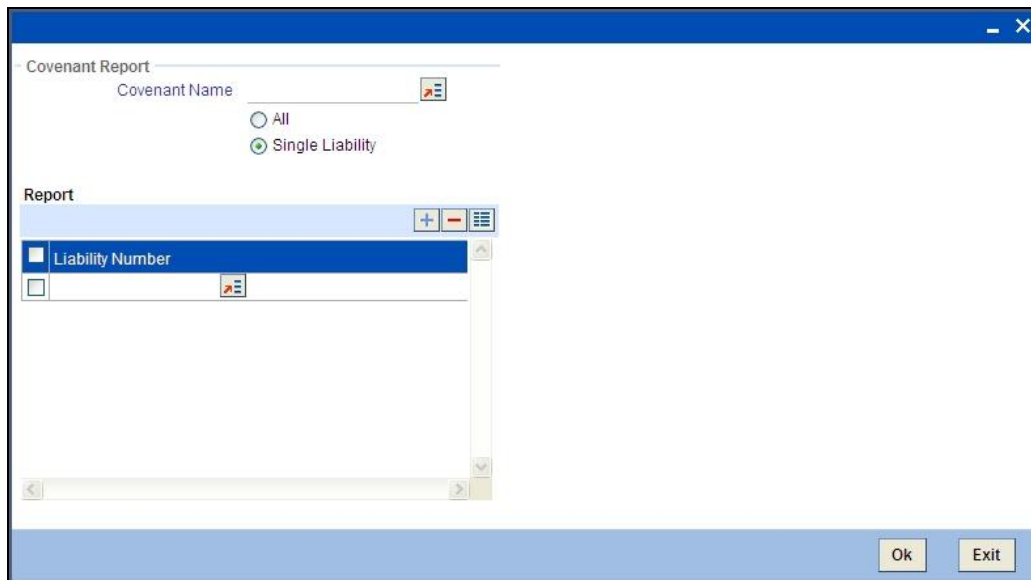
4.1.1 Generating Reports

From the Application Browser, select the Reports option. A list of all the modules to which you have access rights are displayed in the screen. When you click on a module, all the reports for which you have access rights under the selected module are displayed. Click on the report you want to generate. You will be given a selection Criteria based on which the report would be generated.

Click 'OK' button when you have specified your preferences. The 'Print Options' screen gets displayed, where you can specify the preferences for printing the report.

4.1.2 Generating Covenant History Reports

You can invoke The 'Covenant History Reports' screen by typing 'ELRPCONH' in the field at the top right corner of the Application tool bar and clicking on the adjoining arrow button.



Covenanat Name

Select the covenanat name from the adjoining option list.

Liability Number

Select the liability number for which you want to rertive the covenanat data.

4.1.3 Contents of the Report

The contents of this report are discussed under the following heads:

Header

The Header carries the title of the report, information on the branch and branch date, user id, the date and time, the page number and module of the report.

Body of the Report

This report contains details of:

Covenant Name	This is the name of the covenant.
Transaction Type	This is the facility or collateral type of transaction.
Mandatory	This is to specify whether the Covenant is mandatory or not.
Frequency	This is to specify the frequency of the Covenant submission.

Start Date	This is the start date of the covenant.
End date	This is the end date of the covenant.
Grace days	This is the grace days of the Covenant.
Notice days	This is the notice days of the Covenant.
Remarks	This is the additional comments associated with the covenant.

5. Annexure 1 - Value Dated Facility

5.1 Introduction

Limits and Collateral Management module provides a feature to maintain Facility details based on a particular value date. This is called the Value Dated Facility. This facilitates the changes in the Limits Amount, Main Line Linkage etc. to take effect from the particular date.

Limits and Collateral Management module also tracks all the Utilizations of the Facility based on the value date of the transaction. The utilizations will take effect from the value date of the transaction onwards.



Note the following:

- Tenor wise limits will continue to be based on booking date
- Booking dated limit revaluation only will be done
- Booking dated based overrides only will be provided
- No validations based on the value dated balances will be done
- Auto limits transfer / limits transfer will be based on booking date

5.2 Value Date Based Facility Maintenance

LCM facilitates maintaining Facility details based on a particular value date. The changes in the Limits amount, Main line linkage etc. would take effect from the particular date.

The following parameters will be taken from the Facility Maintenance screen:

- Value date - Any valid date in the past can be maintained. No future valued records can be maintained and the value date cannot be before the conversion date.
- Main Line Code - It is the main line that the Line reports to. It will be validated that the main line in the Facilities maintenance (booking dated) is same as the main line in the latest record (value dated) in the maintenance.
- Limit Amount - The limit amount for the facility. It will be validated that the limit amount in the Facilities maintenance (booking dated) is same as the limit amount in the latest record (value dated) in the maintenance.

Whenever a new Limit Line is created, a new record will be automatically created by the system with the value date as the Limit Start Date. The Main Line and the Limit Amount will be same as the booking dated limit maintenance.

Whenever the Mainline or the Limit amount is changed in the facility, a new record will be created in the maintenance with value date as the application date. The mainline and limit amount values will be same as in the booking dated Limits maintenance. You can manually change the value to an older value date by clicking 'Value Date' button.

The 'Conversion Date' contains the date when facility was migrated from the external system to LCM. In the Facility screen this date will be displayed.

Back Valued Static Maintenance Changes

The value dated utilization details will be rebuilt from the value date of the change whenever the following static maintenances are done:

- Limit Amount Change
- Mainline Sub Line Linkage

If the facility has been migrated then back valued static maintenance cannot be prior to the conversion date.

5.3 **Value Date Based Utilization Processing**

LCM also tracks all the utilizations of the facility based on the value date of the transaction. The utilizations will take effect from the value date of the transaction onwards.

The following transactions are supported for Value dated processing:

- New utilization
- Increase utilization
- Decrease utilization
- Alter utilization

As part of the above utilization transactions, the Value Date will be the value date of the transaction. Updating of value dated utilization can be set to be online or to be a part of EOD process. This parameter is maintained in LCM Parameter Maintenance.

- If the parameter is set to update Value Date online, then during the transaction process the Value Date utilization details will be updated online. Otherwise it will be updated during EOD process.
- In the case of main lines, the system will identify all the sub lines linked and track the utilization. This utilization will be tracked in addition to the contracts that are directly linked to the main line.

Refer Annexure – 1 for more details on Utilization Transactions.

5.3.1 **Back Valued Transactions**

The following back valued operations will cause a rebuild of value dated utilization details:

- New utilization
- Increase utilization
- Decrease utilization
- Alter utilization

If the utilization currency is not same as the line amount currency, then the system will convert the utilization into line amount currency and update the utilization. The exchange rate will be that of the value date of the utilization. So for back valued utilization the exchange rate on the value date of the back valued transaction will be used.

In case the Value Date is less than the conversion date, then the rebuild of balances will be from the conversion date only.

5.3.2 **EOD Processing**

If the value date update is not online, but as part of Facility EOD process, it would be updated as shown in the following examples.

Example

Let us consider a Loan of 1 Million USD. Value date 10-Jan-2005 Revolving Line

Step 1: Initiation - Utilization Log

S.no	Value date	Line code	Utilization	Component	Increase/decrease
1	10-Jan-05	LINE1	1000000	PRINCIPAL	Increase

Line Utilization

S.no	Value date	Line code	Utilization
1	10-Jan-05	LINE1	1000000

Step 2: Payment of 0.1M Principal value date 10-Feb-2005 - Utilization Log

S.no	Value date	Line code	Utilization	Component	Increase/decrease
1	10-Jan-05	LINE1	1000000	PRINCIPAL	Increase
2	10-Feb-05	LINE1	100000	PRINCIPAL	Decrease

Line Utilization

S.no	Line code	Value date	Utilization
1	LINE1	10-Jan-05	1000000
2	LINE1	10-Feb-05	900000

Step 3: Value dated amendment of 0.5M Principal increase value date 15-Feb-2005 - Utilization Log

S.no	Value date	Line code	Utilization	Component	Increase/decrease
1	10-Jan-05	LINE1	1000000	PRINCIPAL	Increase
2	10-Feb-05	LINE1	100000	PRINCIPAL	Decrease
3	15-Feb-05	LINE1	500000	PRINCIPAL	Increase

Line Utilization

S.no	Line code	Value date	Utilization
1	LINE1	10-Jan-05	1000000
2	LINE1	10-Feb-05	900000
3	LINE1	15-Feb-05	1400000

Step 4: Payment of 0.2M value date 10-mar-2005 - Utilization Log

S.no	Value date	Line code	Utilization	Component	Increase/Decrease
1	10-Jan-05	LINE1	1000000	PRINCIPAL	Increase

S.no	Value date	Line code	Utilization	Component	Increase/Decrease
2	10-Feb-05	LINE1	100000	PRINCIPAL	Decrease
3	15-Feb-05	LINE1	500000	PRINCIPAL	Increase
4	10-Mar-05	LINE1	200000	PRINCIPAL	Decrease

Line Utilization

S.no	Line code	Value date	Utilization
1	LINE1	10-Jan-05	1000000
2	LINE1	10-Feb-05	900000
3	LINE1	15-Feb-05	1400000
4	LINE1	10-Mar-05	1200000

Step 5: Reversal of Payment of 0.2M value date 10-mar-2005 on 15-mar-2005 - Utilization Log

S.no	Value date	Line code	Utilization	Component	Increase/decrease
1	10-Jan-05	LINE1	1000000	PRINCIPAL	Increase
2	10-Feb-05	LINE1	100000	PRINCIPAL	Decrease
3	15-Feb-05	LINE1	500000	PRINCIPAL	Increase
4	10-Mar-05	LINE1	200000	PRINCIPAL	Decrease
5	10-Mar-05	LINE1	200000	PRINCIPAL	Increase

Line Utilization - Step 6 Liquidation of Contract Value date 10-apr-2005 - Utilization Log

S.no	Value date	Line code	Utilization	Component	Increase/decrease
1	10-Jan-05	LINE1	1000000	PRINCIPAL	Increase
2	10-Feb-05	LINE1	100000	PRINCIPAL	Decrease
3	15-Feb-05	LINE1	500000	PRINCIPAL	Increase
4	10-Mar-05	LINE1	200000	PRINCIPAL	Decrease
5	10-Mar-05	LINE1	200000	PRINCIPAL	Increase
6	10-Apr-05	LINE1	1400000	PRINCIPAL	Decrease

Line Utilization

S.no	Line code	Value date	Utilization
------	-----------	------------	-------------

S.no	Line code	Value date	Utilization
1	LINE1	10-Jan-05	1000000
2	LINE1	10-Feb-05	900000
3	LINE1	15-Feb-05	1400000
4	LINE1	10-Mar-05	1400000
5	LINE1	10-Apr-05	0

6. Annexure 2 – Revaluation

6.1 Introduction

Limits and Collateral Management module caters to different types of currencies and collaterals backed by marketable securities. Exchange rates and the value of marketable securities are driven by market forces and hence tend to fluctuate over a period of time. Revaluation is essential to keep set limits realistic and to reflect the current market trends.

Revaluation can be of two types:

- Currency Revaluation - The changes in the exchange rates of currencies involved in the active contracts and collateral linked to the Facility affects the Credit Limit under the facility.
- Collateral Revaluation - A change in the market price of a marketable security backing collateral causes a revaluation of the collateral amount.

6.2 Currency Revaluation

Currency revaluation is triggered off as a result of the cases explained in the sections explained below.

6.2.1 Facility Currency and Utilization Currency

Consider that a change takes place in the exchange rate between the line currency and the currency of a contract utilizing the limit under the line. Due to this change in exchange rate revaluation takes place in two in the following two stages:

Stage 1 - Currency Revaluation occurs between utilized contract and the credit line of the facility

In the Currency Rates Screen of the Core services module, you can maintain exchange rates for currency pairs that your bank deals with. Along with this, you can also specify the Mid Rate and the Buy or Sell Spread for various currency pairs. After you update and authorize the new exchange rates, they become effective.

While defining a credit line for a facility, you have the option of maintaining currency restrictions for the line. If you do not specify currency restrictions for a facility, then contracts having currencies other than the facility currency, can utilize the limit under the credit line. The revaluation process is applicable for such a line.

If the above conditions hold good, then a change in the exchange rate will trigger of the revaluation process. The system calculates the Facility currency equivalent of all the contracts linked to the facility (using the new exchange rates) and updates the utilization and available amount under the line.

Example

You have defined a line for Loans, and linked the Liability Code Symphony Group to it. The credit limit assigned to the credit line is USD 100,000, the facility currency is USD. No currency restrictions have been maintained for the facility.

Liability Code	Line Code	Facility Limit	Facility Currency
Symphony Group	Loans	100,000	USD

On 01 January 2008 the following Loan contracts has been sent to LCM system for utilization, which are linked to this Credit Line. At the time of saving these utilization details, the line utilization will be computed based on the exchange rates as of the transaction date (i.e. 01 January 2008) of these contracts. The following table contains the details.

Loan Amount	Exchange Rate	Facility Currency Equivalent (USD)	Utilization	Availability
AUD 15,000	1.50	22500.00	22500.00	27500.00
DEM 2,000	1.20	2400.00	2400.00	25100.00
GBP10,000	0.5	20000.00	20000.00	5100.00
INR 72,000	36.00	2,000.00	2,000.00	3100.00
Total			\$46900.00	\$3100.00

On 01 February 2008 the exchange rates have changed (now 1USD=1.6 AUD). After the exchange rate revision has been changed and authorized, the revaluation process(online process) scans the contracts linked to the line, converts the contract currency to the Facility currency (using the new exchange rates) and updates the line's utilization and available amount.

The following table indicates these details:

Loan Amount	Exchange Rate	Facility Currency Equivalent (USD)	Utilization	Availability
AUD 15,000	1.60	24000.00	24000.00	26000.00
DEM 2,000	1.20	2400.00	2400.00	23600.00
GBP10,000	0.5	20000.00	20000.00	3600.00
INR 72,000	36.00	2,000.00	2,000.00	1600.00
Total			\$48400.00	\$1600.00

Stage 2: Revaluation occurs between the facility and the liability which is linked to that facility.

Due to the currency revaluation between utilized contract and the credit line of the facility (as per **Stage 1**) there will be a revaluation on credit limit utilized by the liability.

Considering the same example as in Stage 1

You have defined a line for Loans, and linked the Liability Code Symphony Group to it. The credit limit assigned to the credit line is USD 100000. This liability is linked only to one Facility (or line code) Loans.

Initially before the change in the exchange rate the utilization of the liability is as shown in the table:

Liability Code	Line Code	Liability Limit	Liability Currency	Liability Utilization	Availability
Symphony Group	Loans	100,000	USD	\$46900.00	\$53100.00

After the change in the exchange rate between the line currency and the currency of a contract utilizing the limit under the line, due to this the utilization at the facility level is will changed. Due to this change the utilization at the Liability level also gets changed as shown in the table below:

Liability Code	Line Code	Liability Limit	Liability Currency	Liability Utilization	Availability
Symphony Group	Loans	100,000	USD	\$48400.00	\$51600.00

6.2.2 **Facility Currency and Collateral Currency**

Change in exchange rates between the Credit Line currency and the currency of the collateral.

When you update and authorize the exchange rates in the currency table, the system scans all the collateral linked to a line (bearing different currencies). The collateral contribution is then converted the into the line currency (using the latest exchange rates). After the conversion, the collateral contribution to the line is updated.

The calculated limit contribution of the collateral has to be linked to the pool. This pool containing the pool amount will be linked to the Facility. Hence any revaluation at collateral level will affect the pool amount.

Example:

You have defined a line for Loans on 01 January 2008, and linked the Liability Code Symphony Group to it. The credit limit assigned to the credit line is USD 100,000, the facility currency is USD. No currency restrictions have been maintained for the facility. Let us say that the Loans line has been backed by Collateral "ABC" and its maximum contribution amount that can be linked to the limit is GBP 10,000.

(1 GBP= 2 USD)

Collateral Code	Max. Collateral Contribution amount	Collateral Currency	POOL code	Pool Currency	Collateral Pool % linkage	Pool amount
ABC	10,000	GBP	Pool1	USD	100%	20,000

Pool contribution to the line

Pool Code	Pool Currency	Line Code	Line Currency	Pool Line linkage %	Pool contribution	Line Avl. amount
Pool1	USD	Loans	USD	100%	\$20,000	\$120,000

On 01 February 2008 the exchange rates have changed. After the exchange rate revision has been changed and authorized, the revaluation process (online process) scans all the pools where this collateral has been linked and having the above exchange pair will be revaluated.

(1 GBP= 1.5 USD)

Collateral Code	Line Code	Max. Collateral Contribution amount	Collateral Currency	Pool code	Pool Currency	Collateral Pool % linkage	Pool amount
ABC	Loans	10,000	GBP	Pool1	USD	100%	15,000

Pool contribution to the line

Pool Code	Pool Currency	Line Code	Line Currency	Pool Line linkage %	Pool contribution amount to line	Line available amount
Pool1	USD	Loans	USD	100%	\$15,000	\$115,000

The revaluation in both cases is triggered off automatically whenever there is a change in the exchange rates (i.e. online process).

The process explained above is an online process wherein the change in the currency exchange rate immediately revaluates all the contracts and the collaterals having this exchange pair with the facility currency. If at the LCM Global Parameter maintenance, the option for Revalue Currency during Offline (batch) has been selected then the currency revaluation as explained above will be taken up as part of revaluation batch process.

6.3 Collateral Revaluation

Collateral Revaluation will be of two types. These types are explained in the sections below.

6.3.1 Collateral Revaluation of Market Based Securities

The assets that are offered as collateral generally back the credit facilities that the bank grants a customer. Your customers can offer 'marketable securities' as collateral. As Marketable Securities are by nature given to fluctuations based on the forces of short-term demand and supply, their value also tends to fluctuate.

A rise or fall in the market value of a security, affects its collateral value. Therefore, the value of a collateral should reflect the changes in the value of the securities backing it.

Revaluation of a Collateral is caused only if the value of the marketable security that backs the collateral, fluctuates beyond the price sensitivity you prescribed for the security in the Securities Maintenance screen and the Revalue collateral check box has been checked for that collateral in the collateral maintenance. Based on these changes, the collateral contribution to the overall credit limit of the customer will increase or decrease. Hence the availability under the line will also change.

After you authorize the price change:

- The price change is compared with the last price stored in the Collateral Maintenance screen.
- If the price change (in percentage) of the security is greater than the Price-Increase-Sensitivity defined for the collateral or less than the Price-Decrease-Sensitivity defined for the collateral, the revaluation process will be triggered off. Otherwise the price change will not affect the existing collateral value.

If the revaluation causes the collateral value to raise, this new value is compared with the Cap Amount that you specified for the collateral in the Collateral Maintenance screen.

- If the computed value is less than the cap amount then the collateral contribution will be increased to that effect on account of the revaluation. The available amount under the credit line increases.
- If it exceeds the Cap amount then the cap amount will be taken as the collateral contribution.

Similarly, if the market price of the security decreases, the collateral contribution to the overall limit of the customer also decreases and as a result, the available amount under the credit line reduces.

Example

Your customer XYZ has 1000 units of Debentures'08 that have been issued by Reliance as part of her portfolio, which you consider as Collateral. The Market value of the Debentures'08 is \$ 50 per unit. You have defined the Price Increase and Decrease Sensitivity for this security to be 8% and 5% respectively. Let the customer have credit limit of USD 1 million for the facility of line code "Loans".

You have specified that this collateral's contribution to the overall Limit of the customer should be \$ 50,000.

The maximum amount that it can contribute to the overall limit of the customer as \$ 60,000 (Cap Amount).

Liability Code	Line Code	Liability Limit
Symphony Group	Loans	\$1million

Collateral Code	Collateral Contribution amount	Cap Amount	POOL code	Collateral Pool % linkage	Pool amount
ABB	\$50,000	\$60,000	Pool1	100%	\$50,000

Pool contribution to the line

Pool Code	Pool Currency	Line Code	Line Currency	Pool Line linkage %	Pool contribution amount to line	Line available amount(credit limit + Pool contribution)
Pool1	USD	Loans	USD	100%	\$50,000	\$1.05million

A Rise in Value

The market value of Debentures2008 has increased to \$55, which is a 10% increase over the old market price of \$50.

At the time you update the Market price of Debentures 2008 in the Securities Maintenance screen, the revaluation process is triggered off, as the increase (10%) is higher than the Increase sensitivity (8%) defined for Debentures 2008. The value of this collateral now stands at \$ 55,000. As this amount is less than the Cap Amount you specified for the collateral the Credit Limit available to the XYZ has increased by \$ 5,000, as a result of the revaluation.

Collateral Code	Collateral Contribution amount	Cap Amount	POOL code	Collateral Pool % linkage	Pool amount
ABB	\$55,000	\$60,000	Pool1	100%	\$55,000

Pool contribution to the line

Pool Code	Pool Currency	Line Code	Line Currency	Pool Line linkage %	Pool contribution amount to line	Line available amount
Pool1	USD	Loans	USD	100%	\$55,000	\$1.055 million

A Rise in Value beyond the Cap Amount

The market value of Debentures2008 has increased to \$65 which is a 30% increase over the old market price of \$50.

At the time you update the Market price of Debentures2008 in the Securities Maintenance screen, the revaluation process is triggered off, as the increase (30%) is higher than the Increase Sensitivity (8%) defined for Debentures 1999. The value of this collateral now stands at \$ 65,000. As this amount is more than the Cap Amount of \$60,000 that you specified for the collateral, the Credit Limit available to the XYZ will be increased. However, the increase will not exceed the Cap Amount.

XYZ's maximum amount that is contributed to the overall limit will now stand at \$ 60,000 (cap Amount) and not at \$65,000 (market value) as a result of the revaluation.

Collateral Code	Collateral Contribution amount	Cap Amount	POOL code	Collateral Pool % linkage	Pool amount
ABB	\$60,000	\$60,000	Pool1	100%	\$60,000

Pool contribution to the line

Pool Code	Pool Currency	Line Code	Line Currency	Pool Line linkage %	Pool contribution amount to line	Line available amount
Pool1	USD	Loans	USD	100%	\$60,000	\$1.06 million

A fall in value

The market value of Debentures2008 has decreased to \$45, which is a 10% decrease from the old market price of \$50. At the time you update the Market price of Debentures2008 in the Securities Maintenance screen, the revaluation process is triggered off, as the decrease (11.11%) is higher than the decrease sensitivity (5%) defined for Debentures 1999.

The market value of this collateral now stands at \$ 45,000. XYZ's credit limit will stand decreased by \$ 5,000 as a result of the revaluation.

Collateral Code	Collateral Contribution amount	Cap Amount	POOL code	Collateral Pool % linkage	Pool amount
ABB	\$45,000	\$60,000	Pool1	100%	\$45,000

Pool contribution to the line

Pool Code	Pool Currency	Line Code	Line Currency	Pool Line linkage %	Pool contribution amount to line	Line available amount
Pool1	USD	Loans	USD	100%	\$45,000	\$1.045 million

This process explained above is online process where in the change in the Security Price immediately revaluates all the collateral linked to these securities. If at the LCM Global Parameter maintenance, the option for 'Revalue Market Online' has been selected, as batch, then the collateral revaluation as explained above will be taken up as part of revaluation batch process.

Adhoc Revaluation of Market Based Collaterals

In the 'Adhoc Revaluation' screen, specific market based collaterals can be chosen to forcefully run the revaluation process. If such collateral values have to be revised then an input file containing the latest security price has to be sent to system prior running the Collateral Force Revalue.

The screenshot shows a software window titled "Ad hoc Revaluation". Inside the window, there is a menu bar with "New" and "Enter Query". Below the menu bar, there are two input fields: "Security Code *" and "Security Price", each followed by a text input box. Below these fields is a "Process" button. At the bottom right of the window is an "Exit" button.

6.3.2 Collateral Revaluation of Non-Market Based Securities

Collateral revaluation of non-market based securities is not subjected to market fluctuation. Hence if such collateral values have to be revised then an input file containing the collateral code of all such collaterals and the latest revised collateral value must be sent to the system.

The revaluation process takes place online when ever there is a change in the collateral value.

Example:

Non market Based collateral Fixed Deposit (having 100% lendable margin) has been linked to a facility on 1st January 2008 owned by a XYZ customer having the liability Symphony Group.

Liability Code	Line Code	Liability Limit
Symphony Group	Loans	\$1million

Collateral Code	Collateral Value	Collateral Contribution amount	Pool code	Collateral Pool % linkage	Pool Amount
Fixed Deposit	\$50,000	\$50,000	Pool1	100%	\$50,000

Pool Code	Pool Currency	Line Code	Line Currency	Pool Line linkage %	Pool contribution amount to line	Line available amount
Pool1	USD	Loans	USD	100%	\$50,000	\$1.05million

Pool contribution to the line

After one Year on 1st January 2009 the Fixed Deposit amount has increased due to interest earned. Now having a revised value as \$55,000. Now the latest value has to be sent to the LCM system via input file and then the "Collateral Force Revalue" for this collateral has to be triggered manually.

The revaluation increases the overall limit amount as shown below.

Liability Code	Line Code	Liability Limit
----------------	-----------	-----------------

Collateral Code	Collateral Value	Collateral Contribution amount	Pool code	Collateral Pool % linkage	Pool amount
Fixed Deposit	\$55,000	\$55,000	Pool1	100%	\$55,000
Symphony Group	Loans	\$1million			

Pool contribution to the line

Pool Code	Pool Currency	Line Code	Line Currency	Pool Line linkage %	Pool contribution amount to line	Line available amount(credit limit + Pool contribution)
Pool1	USD	Loans	USD	100%	\$55,000	\$1.055million

7. Annexure 3 - Gateway Processes & Interfaces

7.1 Introduction

Limits and Collateral Management Gateway provides two main kinds of processes:

- Gateway Online process
- Gateway Batch process

7.2 Gateway Online Process

Gateway Online process provides following process:

- Online Inbound process
- Online Outbound process
- Embedded process

Following are the transactions supported by Gateway process:

- Maintenance transactions
- Utilization transactions
- Batch process

7.2.1 Maintenance Transactions

Below table specifies the maintenance transactions supported by Gateway Online Process

Transaction	Creation & Modification	Delete	Auth	Close & Reopen	Query	Notify	Tech. undo
Customer	Yes	Yes	Yes	Yes	Yes	No	No
Liability	Yes	Yes	Yes	Yes	Yes	No	Yes
Facility	Yes	Yes	Yes	Yes	Yes	No	Yes
Collateral	Yes	Yes	Yes	Yes	Yes	No	Yes
Collateral Pool	Yes	Yes	Yes	Yes	Yes	No	No
Issuers	Yes	Yes	Yes	Yes	Yes	No	No
Securities	Yes	Yes	Yes	Yes	Yes	No	No
Limits Transfer	Yes	Yes	Yes	Yes	Yes	No	No
Account Service	Yes	Yes	Yes	Yes	Yes	No	No

7.2.2 Batch Process

The Batch processes which can be triggered using Gateway Online Process:

- EOD Process
- Input File Process
- Output File Process

7.2.3 **Reprocessing Locked Online Transactions**

During the processing of Gate Way online transactions some of the transactions processing may be fail because of a lock in the database. LCM provides a feature to process the locked records.

Example

Assume that New utilization transaction has been uploaded from Loan system and at the same time there is another New utilization transaction treasury system. Assume that country exposure for both the transaction is same and parameter for update country exposure online is set to "Yes". In this case first transaction would be processed and other transaction would be failed because of lock in the country exposure. To handle this case LCM provides reprocessing for locked records.

7.2.4 **Technical undo (Functional Rollback)**

This feature of Gateway will allow the external system to rollback previously entered transactions in LCM. This feature will be supported in Gateway Inbound (online), information required as part of Technical undo is also Transaction Id of the previous transaction. Technical undo is not supported for Query and Notification transactions.

7.3 **Gateway Batch Process**

Gateway Batch Process provides two kinds of process

- Batch Inbound Process
- Batch Outbound Process

7.3.1 **Batch Inbound Process**

LCM Batch Inbound process is used to upload large records. As a batch operation the necessary input files will be fetched from the mentioned location path.

The Batch Inbound process can also be initiated from the following screen:

Batch Operations→In Bound Batch→detailed

The following operations (via input files) will be supported as an Input Files Batch Operations:

- Customer upload
- Utilization Upload
- Liability upload
- Facility upload
- Collateral upload
- Securities upload
- Rates upload

Utilization Upload

All the utilizations as part of LCM Transaction functions are provided for as a part of Batch Inbound operations. Utilization upload allows more than one utilization record to be uploaded in a single upload process.

Liability Upload

Liability creation as a part of batch upload is provided for. Liability upload allows more than one Liability record to be uploaded in a single upload process.

Facility Upload

Facility creation as part of batch upload is provided for. Facility upload allows more than one Facility record to be uploaded in a single upload process.

Collateral Upload

Collateral creation as part of batch upload is provided for. Collateral upload allows more than one Collateral record to be uploaded in a single upload process.

Securities Upload

Securities creation as part of batch upload is provided for. Securities upload allows more than one Securities record to be uploaded in a single upload process.

Customer Upload

Customer creation as part of batch upload is provided for. Customer upload allows more than one Customer record to be uploaded in a single upload process.

Rates Upload

Rates creation as part of batch upload is provided for. Rates upload allows more than one Customer record to be uploaded in a single upload process.

7.3.2 Batch Outbound Process

LCM Batch Outbound process is used to upload large records. As a batch operation the necessary output files will be generated into the mentioned work path.

You can initiate the Batch Outbound Process using the following screen.

Batch Operations→Out Bond Batch→Detailed

The following operations will be supported as an Input Files Batch Operations.

- Utilization
- Liability
- Facility
- Collateral

Utilization Handoff (For the Current Day)

All the utilizations which have occurred during the day can be grouped into a file. This file is a part of batch handoff operation. This file will contain only the current day's utilization records.

Liability Handoff (Zero Based)

All the Liabilities created in LCM can be grouped in to file via the Batch Facility Handoff. This handoff will contain all the details of the records.

Facility Handoff (Zero Based)

All the facilities created in LCM can be grouped into file via the Batch Facility Handoff. This handoff will contain all the details of the records.

Collateral Handoff (Zero Based)

All the Collateral created in LCM can be grouped into file via the Batch Facility Handoff. This handoff will contain all the details of the records.

7.4 Interfaces

The following interfaces are available as part of the LCM system.

Module	Interface Name	Interface Type
Currency	Rates Interface	Online incoming
Core	Product Interface	Batch Incoming
Branch Holiday	Holiday Interface	Batch Incoming
SMS	User Interface	Batch Incoming
Account	Account Interface	Online Incoming
TD	TD Interface	Online/Batch Incoming
TD	TD block/unblock Interface	Online/Batch Outgoing
Core	Liability Link Interface	Online/Batch Outgoing
Limits	Facility Interface	Batch Outgoing
Limits	Utilization interface	Batch Outgoing
Limits	Dual Authorization	Online Outgoing

For more details on maintaining External Systems and Interfaces refer the chapter titled 'Gateway Maintenance'.

8. Screen Glossary

8.1 Function ID List

The following table lists the function id and the function description of the screens covered as part of this User Manual.

Function ID	Function Description
GEDACCNT	Account/Contract Balance For Netting
GEDADREV	Adhoc Revaluation
GEDBLOCK	EAR Marking Maintenance
GEDCOLCA	Collateral Category Maintenance
GEDCOLLT	Collaterals Maintenance
GEDCOLTY	Collateral Types Maintenance
GEDCOVNT	Covenant maintenance
GEDCREDIT	Credit Rating Maintenance
GEDCRSCR	Score Maintenance
GEDCULIK	Customer to liability link Maintenance
GEDDAUTH	Multi Authorisation Maintenance
GEDEXPBL	Global Exposure Block Maintenance
GEDFACTLT	Facilities Maintenance
GEDISSUR	Issuer Maintenance
GEDMERGE	Liability Merger Maintenance
GEDMLIAB	Liability Maintenance
GEDMPOOL	Collateral Pools Maintenance
GEDMRGTR	Liability Merger Process
GEDPARAM	Global Exposure Parameter Detail
GEDQUEMN	Exception Queue Maintenance
GEDSECTY	Securities

Function ID	Function Description
GEDTAUTH	Transaction Authorize Maintenance
GEDTRANS	Facilities Amount Transfer Maintenance
GEDTREXP	Track Exposure Maintenance
GEDUDFNS	User Define Status Maintenance
GESQCCNV	Collateral Covenants Query
GESQFCNV	Facility Covenants Query
GESQHLIA	Liability History Query
GESQLIAB	Liability Query
GESQSLIA	Utilization Transactions Query
GESQYFAC	Facilities Summary



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