

Securitization of Loan User Guide

**Oracle FLEXCUBE Universal Banking**

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## 1.1 Introduction

This manual is designed to help you to quickly get familiar with the Securitization of Loans module of Oracle FLEXCUBE.

It provides an overview of the module and guides you, through the various steps involved in securitization of loans.

You can further obtain information about to a particular field by placing the cursor on the relevant field and striking the <F1> key 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 contracts
Back office managers/officers	Authorization functions
Product Managers	Product definition and authorization
End of Day operators	Processing during End of Day/ Beginning of Day
Financial Controller / Product Managers	Generation of reports

## 1.3 Documentation Accessibility

For information about Oracle's commitment to accessibility, visit the Oracle Accessibility Program website at <http://www.oracle.com/pls/topic/lookup?ctx=acc&id=docacc>.

## 1.4 Abbreviations

The following are the abbreviations used in this user manual:

Abbreviation	Description
SZ	Securitization
SPV	Special Purpose Vehicle
VAMI	Value dated Amendments
EOD	End of Day cycle
SECR	Securitization
INC	Income
PIA	Paid in Advance

RIA	Received in Advance
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## 1.5 Organization

This manual is organized into the following chapters:





<b>Chapter 1</b>	<i>About this Manual</i> gives information on the intended audience. It also lists the various chapters covered in this User Manual.
<b>Chapter 2</b>	<i>Securitization of Loans - An Overview</i> offers a snapshot of the features of the entire module.
<b>Chapter 3</b>	<i>Maintenances</i> details the procedure to set up static information related to the module.
<b>Chapter 4</b>	<i>Defining Attributes for Securitization Products</i> explains at length how to capture the details of the Securitization of Loans product in Oracle FLEX-CUBE
<b>Chapter 5</b>	<i>Securitization Contract</i> describes the Securitization Contract Life Cycle and processing of Securitization of Loans.
<b>Chapter 6</b>	<i>Online Batch Process</i> provides batch details related Islamic Securitization module
<b>Chapter 7</b>	<i>Reports</i> describes various reports generated for Islamic Securitization module
<b>Chapter 8</b>	<i>Annexure contains</i> a list of suggested events, accounting entries, amount tags and advices that can be set up for the Securitization module.
<b>Chapter 9</b>	<i>Function ID Glossary</i> has alphabetical listing of Function/Screen ID's used in the module with page references for quick navigation.

## 1.6 Related Documents

- Procedures
- Settlements
- User Defined Fields
- MIS

## 1.7 Glossary of Icons

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

Icons	Function
	Exit
	Add row
	Delete row
	Option List



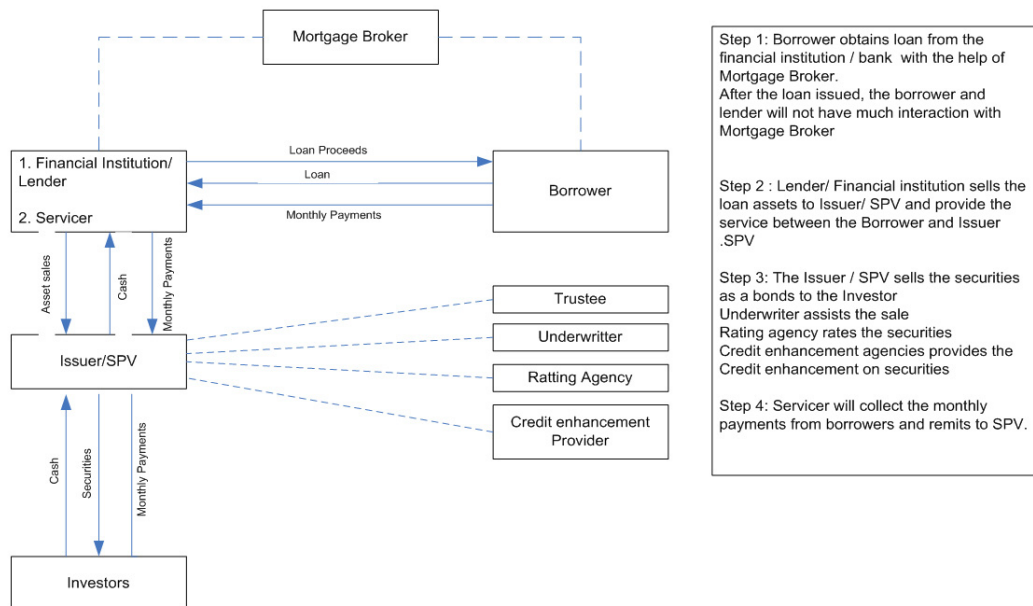
## 2. Securitization of Loans - An Overview

### 2.1 Introduction

Securitization is the process of transformation of non-tradable assets into tradable securities. It is a structured finance process that distributes risk by aggregating debt instruments in a pool and issues new securities backed by the pool.

When a bank or financial institution is in need of additional capital to finance a new facility, to raise the fund, instead of selling the assets, the financial institution decides to sell the portion of the loan to a Trustee named as Special Purpose Vehicle (SPV) and collect the fund up front and remove the loan asset from the balance sheet of the institution. SPV holds the asset as collateral in balance sheet and issues bonds to the investors. It uses the proceeds from those bond sales to pay the originator for the assets.

The detailed securitization process with typical components has explained with typical components in the diagram below:



The roles and responsibilities of various components involved in the securitization structure are explained below:

- **Borrower** – An Individual or organization which obtains loan from financial institution / bank and pays the monthly payments.
- **Mortgage Broker** - Acts as a facilitator between a borrower and the lender. The mortgage broker receives fee income upon the loan's closing.
- **Issuer** - A bankruptcy-remote Special Purpose Entity (SPE) formed to facilitate a securitization and to issue securities to investors.
- **Lender** - An entity that underwrites and funds loans that are eventually sold to the SPE for inclusion in the securitization. Lenders are compensated by cash for the purchase of the loan and by fees. In some cases, the lender might contract with mortgage brokers. Lenders can be banks or non-banks.
- **Servicer** - The entity responsible for collecting loan payments from borrowers and for remitting these payments to the issuer for distribution to the investors. The servicer is typically compensated with fees based on the volume of loans serviced. The servicer is



generally obligated to maximize the payments from the borrowers to the issuer, and is responsible for handling delinquent loans and foreclosures

- Trustee - A third party appointed to represent the investors' interests in a securitization. The trustee ensures that the securitization operates as set forth in the securitization documents, which may include determinations about the servicer's compliance with established servicing criteria.
- Securitization Documents - The documents create the securitization and specify how it operates. One of the securitization documents is the Pooling and Servicing Agreement (PSA), which is a contract that defines how loans are combined in a securitization, the administration and servicing of the loans, representations and warranties, and permissible loss mitigation strategies that the servicer can perform in event of loan default.
- Underwriter - Administers the issuance of the securities to investors.
- Credit Enhancement Provider - Securitization transactions may include credit enhancement (designed to decrease the credit risk of the structure) provided by an independent third party in the form of letters of credit or guarantees.

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### Note

Not all securitizations are identical. For example, the lender and the servicer are sometimes the same entity, or in other arrangements brokers may not play a role.

---

Securitization takes the role of the lender and breaks it into separate components. Unlike the more traditional relationship between a borrower and a lender, securitization involves the sale of the loan by the lender to a new owner--the issuer--who then sells securities to investors. The investors are buying 'bonds' that entitle them to a share of the cash paid by the borrowers on their mortgages. Once the lender has sold the mortgage to the issuer, the lender no longer has the power to restructure the loan or make other accommodations for its borrower. That becomes the responsibility of a servicer, who collects the mortgage payments, distributes them to the issuer for payment to investors, and if the borrower cannot pay, action is taken to recover cash for the investors. The servicer can only do what the securitization documents allow it to do. These contracts may constrain the servicer's flexibility to restructure the loans

For example, suppose that a financial institution has processed 10 housing loans under the total worth of 5,000,000 USD (each loan for 500,000USD). The Maximum Tenor for the loan is 20 Years and aggregated Monthly Installment for the housing loan is 50,000USD.

In order to overcome the financial crisis, the financial institution decided to sell the loan assets and raise capital. It sold the loan assets to an SPV for 7,000,000 USD and got the profit of 2,000,000 USD.

Once the contract has been signed after the legal verification, the financial institution becomes the service provider for borrowers and SPV. It transfers the monthly payments / interest / charges / Fees / Prepayment / penalty charges directly to SPV as per the agreement.

## 3. Maintenances

### 3.1 Introduction

Before you begin using the Securitization of Islamic Assets module, you need to capture Formula Definition which is used to filter or identify the loan contracts that forms part of the securitization pool.

### 3.2 Maintaining Rule/Formula Details

Oracle FLEXCUBE allows you to capture rule condition, which is used to identify the loan contracts to form the securitization pool. You can maintain the formula details in the 'Securitization Formula Maintenance' screen. You can invoke this screen by typing 'SZDFRMNT' in the field at the top right corner of the Application toolbar and clicking on the adjoining arrow button.

Condition Id *	Description	Condition	Rule Condition
<input type="checkbox"/>		Condition	

Here you can capture the following details:

#### **Formula Name**

Specify the formula name.

#### **Description**

Specify the description for the formula.

#### **Condition ID**

Specify the condition ID.

#### **Description**

Specify the description for the condition.

#### **Rule Condition**

Specify the rule condition.

The system provides the following pre-defined elements to form the rule expression:

- Outstanding Principal
- Disbursed Amount
- Un-Disbursed Principal(future scheduled disbursement amount)
- Loan Type (Discounted/ True Discounted / Amortized/Amortized 78)
- Outstanding Tenor
- Rate of Interest
- Type of Interest (Floating / Fixed)
- Payment Frequency
- Customer Type
- Customer City Location
- Collateralized/Non-collateralized
- Collateral Amount
- Credit Rating
- Payment Outstanding
- Currency of Loan
- Customer Category
- Product Category
- Account Status
- Relationship Pricing Status
- Module Code
- Fund Type (Discounted/True Discounted/Amortized/Amortized 78/Simple)

While creating the securitization pool, the system computes the values for the elements dynamically and executes the expression.

You should use the Rule Name and Condition Name in securitization pool addition / deletion screen to execute the specific condition.

---

**Note**

The system allows you to modify the formula. This modification will not have any impact on the already selected loan accounts in the securitization pool based on the modified formula.

---

### **3.2.1 Viewing Securitization Formula Maintenance Summary Details**

You can view the summary details of the Securitization Formula Maintenance in 'Securitization Formula Maintenance Summary' screen'.

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

The screenshot shows a web application window titled "LBL\_FRM\_SUMMARY". At the top, there are "Advanced Search" and "Reset" buttons. Below this, there are four search filters: "Authorization Status" (a dropdown menu), "Record Status" (a dropdown menu), "Formula Name" (a text input field with a search icon), and "Description" (a text input field with a search icon). Below the filters, there is a pagination bar showing "Records per page" set to 15, and "1 Of 1" records. Below the pagination bar is a table with the following columns: "Authorization Status", "Record Status", "Formula Name", "Description", and "Module Code". The table currently contains no data rows. At the bottom right of the window, there is an "Exit" button.

In this screen, you can query based on any combination of the following fields:

- Authorization Status
- Formula Name
- Record Status
- Description

After specifying the parameters for the query, click 'Search' button. The system displays all the records matching the parameters specified.

## 4. Defining Attributes for Securitization Products

### 4.1 Maintaining Securitization Product

In this chapter, we shall discuss the attributes for a Securitization Product. You can maintain the securitization product details in the 'Securitization Product Definition' screen. You can invoke this screen by typing 'SZDPRMNT' in the field at the top right corner of the Application tool bar and clicking on the adjoining arrow button.

The screenshot shows the 'Securitization Product Maintenance' window. The title bar includes a diamond icon and the text 'Securitization Product Maintenance'. Below the title bar is a menu bar with 'New' and 'Enter Query' options. The main area contains several input fields: 'Product Code \*', 'Product Description \*', 'Product Type', 'Slogan', 'Product Group', 'Start Date', 'End Date', and 'Remarks'. Below the input fields is a navigation bar with links for 'Accounting Roles', 'Events', 'Branch & Currency', 'Customer', 'Preferences', 'Charges', 'MIS', and 'Fields'. At the bottom, there are fields for 'Maker', 'Checker', 'Mod No', 'Date Time:', 'Record Status', and 'Authorization Status', along with an 'Exit' button.

Here you can capture the following details:

#### **Product Code**

Specify the product code of the product.

#### **Product Description**

Specify a short description about the product,

#### **Product Type**

Specify the type of the product.

#### **Slogan**

Specify the slogan of the product.

#### **Product Group**

Specify the product group.

#### **Start Date**

Specify the product available start date.

#### **End Date**

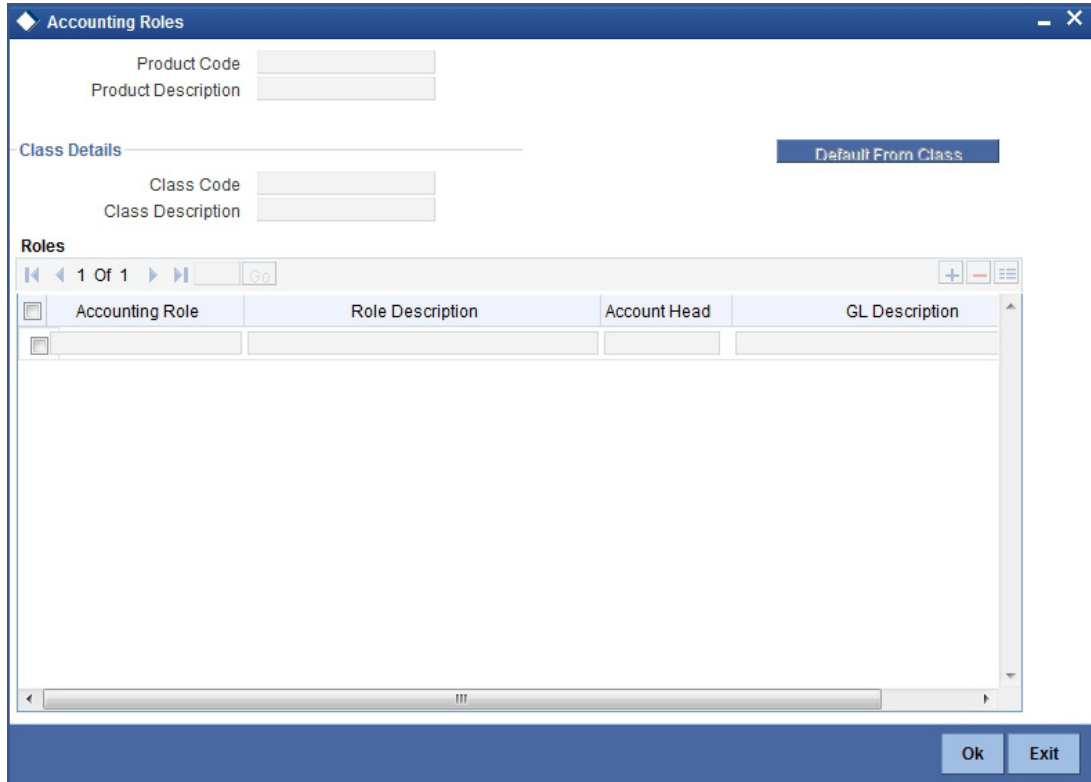
Specify the product available end date.

## Remarks

Specify short note about the product.

### 4.1.1 Mapping Accounting Role to a GL/Customer Account

You are allowed to map Accounting Role to a GL or a customer account. The system defaults the GL configured in this screen in the 'Securitization Contract Online' screen. Click on 'Accounting Roles' button to capture the details to map the accounting role to a GL or a customer account.



The screenshot shows the 'Accounting Roles' window. It contains the following elements:

- Product Code** and **Product Description** input fields.
- Class Details** section with **Class Code** and **Class Description** input fields, and a **Default From Class** button.
- Roles** section with a table:

Accounting Role	Role Description	Account Head	GL Description

At the bottom right of the window are **Ok** and **Exit** buttons.

*For further information on this screen refer chapter the 'Product Definition' under 'Modularity' User Manual.*

## 4.1.2 Maintaining Events Details

You are allowed to define or specify the pre-defined events in securitization product based on the nature of securitization. You should click on the 'Events' button to capture the details of the event. In the 'Events' screen, you can attach the applicable events to the product.

The screenshot shows a software window titled "Events". At the top, there are input fields for "Product Code" and "Product Description". Below these is a section labeled "Class Details" with fields for "Class Code" and "Class Description", and a "Default From Class" button. The main area is titled "Event Details" and contains a table with two columns: "Event Code \*" and "Description". The table is currently empty. Navigation controls like "Go" and "1 Of 1" are visible above the table. At the bottom of the window, there are "Ok" and "Exit" buttons, and a breadcrumb trail "Accounting Entries | Advices".

*For further information on Events, Accounting Entries, and Advices, refer 'Product Definition' User Manual under 'Modularity' User Manual.*

## 4.1.3 Maintaining Branch and Currency Restriction

Click 'Branch & Currency' button and invoke the 'Branch/Currency Restriction' screen. In this screen you have the option of allowing all the branches of your bank to use the product or restricting its use to only some branches.

By default when a new product is created no branches will be disallowed.

Product Code

Product Description

Class Code

Class Description

Branch Restrictions  Disallowed  Allowed

Currency Restrictions  Disallowed  Allowed

Default From Class

**Branch**

Branch Code	Branch Name
<input type="text"/>	<input type="text"/>

**Currency**

Currency Code	Currency Name
<input type="text"/>	<input type="text"/>

Ok Exit

*For further information on this screen refer chapter the 'Product Definition' under 'Modularity' User Manual.*



## 4.1.4 Maintaining Customer Restriction

Click 'Customer' button to invoke the 'Customer Restrictions' screen. In this screen you can specify the categories of customers or the customers themselves with whom you can enter into bills involving the product.

The screenshot shows the 'Customer Restrictions' window. It features a title bar with a diamond icon and the text 'Customer Restrictions'. The main area is divided into several sections: 'Product Code' and 'Product Description' text boxes; 'Class Details' section with 'Class Code' and 'Class Description' text boxes and a 'Default From Class' button; 'Branch restriction' section with 'Categories List' and radio buttons for 'Disallowed' (selected) and 'Allowed'; 'Category' table with columns 'Code' and 'Description'; 'Customers' table with columns 'Customer Id', 'Customer Name', and 'Restriction'; and 'Ok' and 'Exit' buttons at the bottom right.

For further information on this screen refer chapter the 'Product Definition' under 'Modularity' User Manual.

## 4.1.5 Maintaining Preferences

You need to maintain the common attributes which are used to define the Securitization product in the Preference section.

Click 'Preferences' button in 'Securitization Product Definition' screen to maintain preferences for the specified securitization product.

The screenshot shows the 'Preferences' window. It features a title bar with a diamond icon and the text 'Preferences'. The main area is divided into several sections: 'Product Code' and 'Description' text boxes; 'Rate' section with 'Rate Type' (STANDARD) and radio buttons for 'Middle Rate' (selected) and 'Buy/Sell Rate'; 'Liquidation' section with 'Liquidation Mode' (Auto) and radio buttons for 'Manual'; 'Tenor' section with 'Minimum Tenor', 'Default', 'Maximum Tenor' text boxes and a 'Unit' dropdown (Months); 'Others' section with a 'Buyback of Pool Allowed' checkbox; 'Periodic Charges' section with 'Frequency' (Half Yearly), 'Start Reference' (Value Date), 'Month' (January), 'Day', 'Charge Amount', and 'Currency' text boxes; 'Profit/Loss Accrual' section with 'Accrual Required' checkbox, 'Frequency' (Half Yearly), 'Start Reference' (Value Date), 'Month' (January), and 'Day' text boxes; 'Rekey Requirements' section with 'Rekey Required' (No) and radio buttons for 'Yes', and checkboxes for 'Amount', 'Currency', 'Value Date', and 'Maturity Date'; and 'Ok' and 'Exit' buttons at the bottom right.

Here you need to capture the following details:

## **Preferences**

You can set the preference details here.

### **Product Code**

The system defaults the product code.

### **Product Description**

The system defaults the product description.

## **Rate**

You can set the rate details here.

### **Rate Type**

Select the code that should be used for the product from the option list provided. The 'Rate' and 'Rate Type' are used in combination to determine the actual rate applicable for currency conversion.

The default value for Rate Code is 'STANDARD'. This means that, if you choose 'Mid Rate', the mid rate maintained for the STANDARD code is used for the loans created under the product.

### **Rate**

Indicate the exchange rate applicable for the product you are maintaining. The available options are:

- Mid Rate
- Buy/Sell Rate

By default, the Buy/Sell Rate is used.

## **Liquidation**

You can specify the liquidation details here.

### **Liquidation Mode**

Indicate the mode of liquidation. The options available are:

- Auto
- Manual

### **Tenor**

You can set the tenor details here.

#### **Minimum Tenor**

Specify the minimum tenor of a product. The tenor of the loan account that involves the product should be greater than or equal to the Minimum tenor that you specify.

#### **Maximum Tenor**

Specify the maximum tenor for a product. The tenor of the loan accounts that involve the product should be less than or equal to the Maximum tenor that you specify.

#### **Default Tenor**

The 'default tenor' is the tenor that is associated with a loan account involving this product. The value captured here should be greater than the minimum tenor and less than the

maximum tenor. You can change the default tenor applied on a loan account during loan processing. However, the new tenor should be within the minimum and maximum tenors maintained for the product.

### **Unit**

Select the tenor details for a product from the drop down list. The options available are:

- Days
- Months
- Year

### **Others**

You can set the buy back of pool details here.

### **Buyback of Pool Allowed**

Check this option to allow the bank to buy back the sold accounts.

### **Periodic Charges**

You can specify the periodic charges here.

### **Frequency**

Select the frequency of the periodic charges to be applied from the drop down list. The options available are:

- Monthly
- Quarterly
- Half yearly
- Yearly

### **Start Reference**

Select the periodic charge starting day from the drop down list. The options available are:

- Value Date
- Colander Date

### **Month**

Select the starting month of the periodic service charge.

---

#### **Note**

It is applicable only when start reference is calendar date.

---

### **Day**

Specify the starting day from which charges should be levied.

---

#### **Note**

It is applicable only when start reference as calendar date.

---

### **Charge Amount**

Specify the amount to be charged for the service during the period.

**Currency**

Specify the service charge currency.

**Profit/Loss Accrual**

You can set the accrual details here.

**Here****Accrual Required**

Check this box to indicate that the component has to be accrued and provisioning is applicable.

**Frequency**

If you have opted for accrual and provisioning for the components, you have to specify the frequency for the same. The frequency can be one of the following:

- Daily
- Monthly
- Quarterly
- Half yearly
- Yearly

**Start Reference**

Select the starting date for the Profit/Loss accrual. If it is Value Date, system will take the value date as starting date and compute the schedule. In case if the starting date is Calendar Date, system will compute the start date based on Month and Date specified.

**Month**

Specify the month in which the *first* accrual has to begin, if you set the accrual/provisioning frequency as quarterly, half yearly or yearly.

**Day**

Specify the day on which the accrual/provisioning has to be done.

**Rekey Requirements**

If you wish to ensure re-keying of values in certain fields of the contract during contract authorization, you can indicate it here. You can also select the fields for which you wish re-keying to be done. Specify the following details:

**Rekey Required**

Indicate whether to avail the re-key facility or not during contract authorization for contracts created using this product. The options available are:

- Yes
- No

**Amount**

Check this box to re-key the amount during contract authorization.

**Currency**

Check this box to re-key the currency during contract authorization.

**Value Date**

Check this box to re-key the start date during contract authorization.

## Maturity Date

Check this box to re-key the end date during contract authorization.

### 4.1.6 Specifying Charge Details

Click on 'Charges' button to specify the charge details.

The screenshot shows the 'Charge Details' dialog box with the following sections and fields:

- Product Code** and **Product Description** (text input fields)
- Component Details** section:
  - Component \* (text input)
  - Description (text input)
  - Charge Type (dropdown menu)
  - Third Party Type (text input)
  - Net Consideration
  - Advice Charge
  - Stop Association
  - Propagation Required
  - Default From Class
  - Debit/Credit (dropdown menu)
  - Add/Subtract (dropdown menu)
  - SWIFT Qualifier (text input)
- Event Details** section:
  - Event For Association (text input)
  - Description (text input)
  - Event For Liquidation (text input)
  - Description (text input)
  - Event For Application (text input)
  - Description (text input)
  - Basis Amount Tag (text input)
  - Description (text input)
- Rule Details** section:
  - Settlement Currency (text input)
  - Rule (text input)
  - Description (text input)
  - Default Waiver
  - Capitalize
  - Collect LC Advising Charges in Bills
- Other Details** section:
  - Allow Rule Amendment
  - Amend After Association
  - Allow Amount Amendment
  - Accrual Required
  - Amend After Application
  - Consider as Discount
  - Discount Basis (dropdown menu)

Buttons: **Ok** and **Exit**

For further information on this screen refer chapter the 'Product Definition' under 'Modularity' User Manual.

### 4.1.7 Capturing MIS Details

You can retrieve MIS related information for a product by linking it to a Warehouse Code. Linking a product to a warehouse code ensures that all contracts processed under the product are automatically tracked under the specified Warehouse Code.

Click 'MIS' button to define the MIS details for the product you are creating.

The screenshot shows the 'MIS Details' window. At the top, there are three input fields: 'Product Code', 'MIS Group', and 'Pool Code'. To the right of these is a button labeled 'Default From MIS Group'. Below this is a section titled 'MIS Classes' which contains a table with two columns: 'MIS Class' and 'MIS Code'. The table is currently empty. To the right of the table is a section labeled '- Cost Code' with a list of five empty input fields. At the bottom right of the window are two buttons: 'Ok' and 'Exit'.

For further information on this screen refer chapter the 'Product Definition' under 'Modularity' User Manual.

#### 4.1.8 Specifying User Defined Fields

You need to click on 'Fields' button to link the user-defined fields to the product that you are defining..

The screenshot shows the 'Product User Defined Fields' window. At the top, there are two input fields: 'Product Code' and 'Product Description'. Below these is a section titled 'Fields' which contains a table with two columns: 'Field Number' and 'Field Name'. The table is currently empty. At the bottom right of the window are two buttons: 'Ok' and 'Exit'.

For further information on this screen refer chapter the 'Product Definition' under 'Modularity' User Manual.

## 4.1.9 Accounting Roles and Amount Tags for Securitization

The following are the Accounting Roles and Amount Tags for Securitization:

Accounting Role	Description
SPV_SETTL_ACC	Accounting role for SPV settlement account. All credit/debit transaction for SPV is handled through the specified settlement account
SPV_SETTL_BRIDGE_CR	Bank GL account for SPV Credit Settlement bridge
SPV_SETTL_BRIDGE_DR	Bank GL account for SPV Debit Settlement bridge

---

### Note

Note the following:

- A loan account can be part of only one securitization pool.
  - Post securitization, Interest/penal interest accrual continues.
  - Post securitization, the system does not allow readjustment/backdated amendments for loans participating in the securitization pool. It is handled operationally.
  - The system does not transfer schedule payments paid in advance and realized before securitization to SPV during securitization.
  - Securitization of loan (contract booking) is possible only in head office branch.
  - Post sale, the system does not allow any amendments resulting in addition and removal and it cannot be combined in a single amendment.
  - Post securitization, the system triggers CL events and posts the accounting entries according to the product configurations.
  - If the status of loan account is 'Marked for securitization', then the system restricts performing account specific operations like amendment, disbursement or payments, on the same day until the securitization process is completed as part of intra-day batch and also raises the following message "Islamic asset is under batch securitization".
-

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## 5. Securitization Contract

### 5.1 Introduction

Securitization Contract is a final entity to represent the securitization deal. Each securitization contract is associated with pool of loan contracts (securitization Pool) and a SPV. It allows both Selling/Buyback of previously sold pool.

### 5.2 Securitization Contract Life Cycle

The Securitization Contract Life Cycle consists of the following stages, they are:

1. Contract Booking
2. Contract Initiation / Securitization Loan Sale
3. Amendment for addition of loan accounts
4. Amendment for removal of loan accounts
5. Amendment for change the contract details
6. Amendment for exchange of loan account (Recourse of loan accounts)
7. Liquidation of Payments
8. Reversal of Payment
9. Closure of Contract
10. Accrual of Profit / Loss and Periodic Service Charge

#### 5.2.1 Contract Booking

You can book a new contract based on the Pool information and SPV details. Accordingly the system generates the Securitization BOOK Advice messages.

#### 5.2.2 Contract Initiation / Securitization Loan Sale

Sale is a process of legally transferring the ownership of the loan asset from the bank to SPV as per the agreement. The system carries the following tasks:

1. The system initiates the booked securitization contract on the value date of the contract.

It computes the Profit/Loss for the transaction based on the outstanding principal, interest payment as mentioned below:

Profit or Loss of contract =

SALE\_AMOUNT

–

Sum of (Simple and Amortized type Loans)

(Outstanding Principal, + Interest Accrued till sale date + Penalty accrued till sale date + overdue components)

+



Sum of (Discounted type Loans)

(Outstanding Principal -- RIA Balance)

2. If securitization product is set to realize the profit/loss immediately, then the system posts the calculated profit/loss directly to the bank's INCOME/EXPENSE GL directly.
3. If the securitization product is set to realize the profit/loss over a pre-defined period, then the system computes the profit/loss schedule internally and posts the entries accordingly during the EOD cycle.
4. The system generates the Sale Advice Message.

**Impact on CL contracts:**

- The system triggers the CL status change event and changes the status from NORM / Status which are supporting continue accrual to SECR for all underlying contract and pass the below accounting entries:
  - It transfers all underlying loan contracts' outstanding balance, from the bank's ASSET GL (LOAN\_ACCOUNT) to SPV\_SETTL\_BRIDGE GL.
  - The system changes the Accrual GL for the interest and penal interest to BRIDGE GL.
  - For all underlying loans Accruals, it calculates till sale date and posts to Income GL. In case of underlying loan contracts where accrual frequency is not daily, then the system performs a force accrual till sale date and post the same to Income GL.
- Post securitization, the system continues the accrual of loan account.

The table below describes the accounting entries for Status change NORM or Status which are supporting continue accrual to SECR:

Simple Loan / Amortized Loan / Amortized Rule 78	Principal Component: – Outstanding Principal is moved to SPV_SETTL_BRIDGE GL Interest /Penal Interest Components: –Accrued interest till the sale date, will be transfer to bank's Income GL –GL for interest , penal interest will be changed to Bridge GL
Discounted Loan/ True Discounted Loan	Principal Component: – Outstanding Principal is transferred to SPV_SETTL_BRIDGE GL Interest /Penal Interest Components: – A sum equivalent of accrued interest till the sale date, is transferred from MAIN_INTRIA to bank's Income GL – The balance interest amount in the MAIN_INTRIA is transferred to Bridge GL account /SPV Account

**5.2.3 Amendment for Addition of Loan Accounts (SAMD – Addition of New Loan Account to Securitization Pool)**

During the course of SPV contract, SPV can increase the participating loan contracts in Securitization contract.

- You can amend the contract through 'Securitization Contract Online' screen. The system provides you an option to add new loan contracts to the existing Pool.
- You can compute the Profit/Loss for the transaction based on the outstanding principal, interest payment as mentioned below:

Profit or Loss of contract =

INCREASE\_IN\_SALE

–

[Sum of newly added Loans (Simple and Amortized type Loans)

(Outstanding Principal

+ Interest Accrued till sale date

+ Penalty accrued till sale date

+ Overdue components)

Sum of newly added Loans (Discounted type Loans)

(Outstanding Principal -- RIA Balance)]

- If you set the securitization product to realize the profit / loss immediately, then the system posts the calculated profit/loss directly to the bank's Income / Expense GL.
- If you set the securitization product to realize the profit/loss over a pre-defined period, system computes a schedule for the profit/loss and posts the accounting entries accordingly, during the EOD cycle.
- You need to maintain the Profit/Loss as a separate slab for each amendment on sale contract and should not merge it with previously calculated profit/loss.
- The system computes separate accrual schedule for profit and loss for that particular amendment based on the schedule defined during the amendment.
- During EOD, the system computes the consolidated profit/loss (Netting is done) on that due date and posts the accounting entries to Banks Income / Expense GL.
- The system generates the Amendment Advice Message.

#### **Impact on CL contracts:**

During the amendment (new loan contracts are included in securitization Pool), the system triggers the change status event for the newly added loan contract (changes the status from NORM /Status which are supporting continue accrual status to SECR) and passes the below accounting entries:

- The system transfers the new loan contracts' outstanding balance from the bank's ASSET GL(LOAN\_ACCOUNT) to SPV\_SETTL\_BRIDGE GL
- It changes the new loan account's GL for the interest, penal interest from the bank's Income GL to the Bridge Income GL.
- Accrual is similar like SALE event.

#### **5.2.4 Amendment for Removal of Loan Accounts (BAMD – Removal of Loan Account from Securitization Pool)**

During the course of the SPV contract, SPV can reduce the participating loan contracts in Securitization Contract.

- You can amend the contract through the 'Securitization Contract Online' screen.
- The system computes the Profit/Loss for the transaction based on the outstanding principal, interest payment as mentioned below:.

Profit or Loss of contract =

SALE\_AMOUNT

–

[Sum of excluded loan (Simple and Amortized type Loans)

(Outstanding Principal

+ Interest Accrued till sale date

+ Penalty accrued till sale date

+ Overdue components)

Sum of excluded loan (Discounted type Loans)

(Outstanding Principal + RIA Balance)]

- If securitization product is set to realize the profit/loss immediately, then the system posts the calculated profit/loss directly to the bank's Income/Expense GL directly.
- If the securitization product is set to realize the profit/loss over a pre-defined period, then the system computes a schedule for the profit/loss and posts the accounting entries accordingly, during the EOD cycle.
- You need to maintain the Profit/Loss as a separate slab for each amendment on sale contract and should not merge it with previously calculated profit/loss.
- The system computes separate accrual schedule for profit and loss for that particular amendment based on the schedule defined during the amendment.
- During EOD, the system computes the consolidated profit/loss (Netting is done) on that due date and posts the accounting entries to Banks Income/Expense GL.
- The system generates the Amendment Advice Message.

**Impact on CL Contracts:**

During the amendment, the system triggers the change status event (from SECR status to NORM) for the removed contract from pool and passes the below accounting entries:

- It transfers the removed loan contracts' outstanding balance from SPV\_SETTL\_BRIDGE GL to bank's ASSET GL(LOAN\_ACCOUNT)
- It changes the removed loan contracts' GL for the interest, penal interest from BRIDGE INCOME GL to Bank's INCOME GL
- Accrual is similar like SALE event.

The table below describes the accounting entries for Status change SECR or Status which are supporting continue accrual to NORM:

Simple Loan / Amortized Loan / Amortized Rule 78	Principal Component: – Outstanding Principal is transferred from SPV_SETTL_BRIDGE GL to LOAN ACCOUNT  Interest /Penal Interest Components: –Accrued interest till the sale date, is transferred to SPV account or Bridge GL account –GL for interest, penal interest is changed to Bank INCOME GL
--	--

Discounted Loan/ True Discounted Loan	<p><b>Principal Component:</b></p> <p>– Outstanding Principal is transferred from SPV_SETTL_BRIDGE GL to LOAN ACCOUNT</p> <p><b>Interest /Penal Interest Components:</b></p> <p>– Interest amount is calculated till the maturity date and it is posted to MAIN_INTARIA GL account and start accrue the interest and post the interest to Bank's Income GL</p>
---	--

### 5.2.5 Amendment for Changing the Contract Details (Amendment without Modifying the Securitization Pool)

The system triggers the AMND event and updates the modified contract details. And it generates the Amendment Advice Message.

### 5.2.6 Recourse of Loan Accounts

During the course of the securitization contract, SPV can replace the existing loan contracts in Securitization Contract with new loan accounts which are not part of securitization.

You can amend the contract through the 'Securitization Contract Online' screen with the recourse option.

The below formula explains the calculation related to recourse operation:

Profit or Loss of contract =

SALE\_AMOUNT -

Sum of (newly added - Simple and amortized loans)

(Outstanding Principal,

+ Interest Accrued till sale date

+ Penalty accrued till sale date

+ Overdue components)

Sum of (newly added - Discounted type Loans)

(Outstanding Principal, -- RIA Balance) -

Sum of excluded loan (Simple and amortized loans)

(Outstanding Principal

+ Interest Accrued till sale date

+ Penalty accrued till sale date

+ Overdue components)

Sum of (Discounted type Loans)

(Outstanding Principal + RIA Balance)

Amount tags LOAN\_OUTSTANDING\_CR and LOAN\_OUTSTANDING\_DR are available for returning the credit or debit balance of replaced loan accounts. The amount tags provide the netted value of newly added loan accounts and removed loan accounts.

1. If securitization product is set to realize the profit/loss immediately, then the system posts the calculated profit/loss directly to the bank's INCOME/EXPENSE GL directly.
2. If the securitization product is set to realize the profit/loss over a pre-defined period, then the system computes the profit/loss schedule internally and posts the entries accordingly during the EOD cycle.
3. Consolidated balance of newly added/removed loan accounts will be posted to securitization accounts.
4. The system generates the Recourse Advice Message.

**Impact on CL contracts:**

- For all newly added Loan Accounts, the system triggers the CL status change event and changes the status from NORM /Status which are supporting continue accrual to SECR for all underlying and pass the below accounting entries:
  - It transfers all newly added loan accounts' outstanding balance, from the bank's ASSET GL (LOAN\_ACCOUNT) to SPV\_SETTL\_BRIDGE GL.
  - The system changes the Accrual GL for the interest and penal interest to BRIDGE GL.
  - For all newly added Loans Accruals, it calculates till sale date and posts to Income GL. In case of underlying loan contracts where accrual frequency is not daily, then the system performs a force accrual till sale date and post the same to Income GL.
- For removal of Loan Accounts, the system triggers the CL status change event and changes the status from SECR status to NORM and pass the below accounting entries:
  - It transfers the removed loan contracts' outstanding balance from SPV\_SETTL\_BRIDGE GL to bank's ASSET GL(LOAN\_ACCOUNT)
  - It changes the removed loan contracts' GL for the interest, penal interest from BRIDGE INCOME GL to Bank's INCOME GL
  - Accrual is similar like BAMD event.
- Post securitization, the system continues the accrual of loan account.

The table below provides details about amount tags maintained for recourse of loan accounts:

Amount Tag	Description
LOAN_OUTSTANDING_CR	Amount tag returns value only when loan account standing balance has Credit balance. Otherwise it will return 0
LOAN_OUTSTANDING_DR	Amount tag returns value only when loan account standing balance has Debit balance. Otherwise it will return 0

**5.2.7 Liquidation of Payments:**

As per the Securitization contract, if any periodic charges are configured, system liquidates the same either automatically or manually based on the configuration. It generates the Debit Advice messages for the liquidation.

**5.2.8 Reversal of Payment**

The system reverses the payments received from SPV reversed.

## 5.2.9 Closure of Contract

After maturity of all underlying loan contracts, system closes the securitization contract during the EOD cycle. The system generates the Contract Closure Advice Message to SPV to indicate the closure of securitization contract.

If any of the underlying loan contract's maturity has been changed and if the maturity date is beyond the maturity date of securitization contract, system will update the maturity date of securitization contract during the EOD cycle and generates the advice message.

## 5.2.10 Accrual of Profit / Loss and Periodic Service Charge

If the securitization contract is configured to realize the Profit/Loss over a period, during EOD cycle, system will trigger the PLAC event based on the frequency set in securitization contract and accrue the Profit and Loss accordingly. And during EOD cycle, based on the frequency set in securitization contract for service charges, system triggers PRCH event and passes the accounting entries.

### Note

During EOD cycle system updates the maturity date of the securitization contract, if the maturity date of any one of the underlying loan contract's maturity date has exceeded the maturity date of securitization contract.

## 5.3 Maintaining Contract Details

You can capture details of the securitization contract details in the 'Securitization Contract Details' screen. To invoke this screen, type 'SZDTRONL' in the field at the top right corner of the Application tool bar and clicking on the adjoining arrow button.

The screenshot shows the 'Contract Details' application window. The window title is 'Contract Details' and it contains various input fields and tabs. The 'Main' tab is selected, showing fields for Contract Reference, User Reference, Operation Code, Book Date, Value Date, Maturity Date, Currency, Contract Amount, Securitization Mode (Online/ Batch), Securitization Status, Pool Currency, Pool Amount, Recourse Details (Outstanding Credit, Outstanding Debit, Payment To), Profit/Loss Accrual (Accrual Start Date, Accrual End Date, Accrual Required), and SPV Details (Customer Id, Customer Name). There is also an 'Enrich' button and an 'Exit' button at the bottom right.

Here you can capture the following details:

### Branch

Specify the branch code.

### Product Code

Select the appropriate product code for which securitization contract is booked.

**Product Description**

Specify the product description for the selected product.

**Contract Reference Number**

The system generates a unique number as contract reference number to identify the contract.

**User Reference Number**

The system generates a unique user reference number to identify the contract.

**Operation Code**

Select the appropriate operation that you can perform from the drop down list. The options available are:

- Sale
- Buyback
- Amend
- Recourse

---

**Note**

The system defaults 'Sale' as the default operation code.

---

**5.3.1 Specifying Main Details**

Here you need to capture the main details of the contract.

**Contract Details****Book Date**

Specify the booking date of the contract.

**Value Date**

Specify the contract initiation date.

**Maturity Date**

Specify the maturity date or max maturity date of the underlying loan contract.

**Contract Amount**

Specify the sale/buyback amount of the pool.

**Contract Currency**

Specify the currency of the transaction.

**Securitization Mode**

Select the securitization mode from the following option:

- Batch
- Online

---

**Note**

Note the following:

- If you select online securitization, the system invokes the securitization process (status change from the current status to 'SECR') at the time of authorization of securitization contract.

- If you select batch securitization, the system saves the securitization contract without initiating the securitization process. The system will also change the internal status of the securitization contract and Islamic assets as 'Marked for Securitization'.
- 

### **Pool Details**

#### **Pool Amount**

Specify the pool amount of the underlying loan contracts which are under the process of Sale or Buyback.

#### **Pool Currency**

Specify the currency of the pool.

### **Recourse Details**

You can maintain the following recourse details here:

#### **Outstanding Credit**

The system displays the sum of NPV value of loan accounts which are newly included for sale.

#### **Outstanding Debit**

The system displays the sum of NPV value of loan assets which are removed from the pool as part of recourse operation.

#### **Payment To**

Select net payment direction you need for the recourse operation from the adjoining drop-down list. This list displays the following values:

- Bank – SPV will pay the contract amount to the Bank as part of the recourse operation
- SPV – Bank will pay the contract amount to SPV as part of the recourse operation

### **SPV Details**

#### **Customer Identification**

Specify the customer ID of the SVP.

#### **Name**

Specify the name of the SPV customer.

### **Profit/Loss Accrual**

#### **Accrual Required**

Check this box to indicate whether accrual required or not.

#### **Accrual End Date**

Specify the end date of the accrual. Based on the accrual end date, the system populates the schedule to accrue the profit and loss during the EOD cycle.



## 5.3.2 Specifying Advice Details

Click on the 'Advice' tab to define the contract advice details.

The screenshot shows the 'Contract Details' application window. The 'Advices' tab is selected, displaying a table with the following columns: Advice Name, Party Type, Party Id, Party Name, Medium, and Priority. The table contains one row of data. The application also includes a search bar at the top and a navigation bar at the bottom with various menu items like Pool Details, Pool Addition, Pool Deletion, Recourse, Charges, Settlement, Events, Event History, Fields, and MIS. There are also fields for Maker, Date Time, Status, Checker, Date Time, and Authorization Status, along with an Exit button.

Here you need to capture the following details:

### Advice Details

#### **Advice Name**

The system defaults the list of advice reference number which has been generated during the various events of the contract.

#### **Party Type**

The system defaults the part type.

#### **Party ID**

The system defaults the party ID.

#### **Party Name**

The system defaults the party name.

#### **Medium**

The system defaults the advice message available medium.

#### **Priority**

The system defaults the priority of the advice.

---

#### **Note**

The system displays the latest 25 advices which are generated for the specified contract

---

### 5.3.3 Specifying Service Charge Details

Click on the 'Service Charge' tab to define the service charge details.

The screenshot displays the 'Contract Details' window with the 'Service Charge' tab selected. The window includes a header with 'New' and 'Enter Query' buttons. Below the header are input fields for 'Branch', 'Contract Reference \*', 'Product Code \*', 'User Reference', 'Product Description', and 'Operation Code \*' (set to 'Sale'). The 'Service Charge Schedule' section contains a table with columns: Start Date, End Date, Frequency, Amount, and Currency. The 'Details' section contains a table with columns: Start Date, Due Date, Amount Due, Amount Settled, Currency, and LCY Amount. At the bottom, there are fields for 'Maker', 'Date Time', 'Status', 'Checker', 'Date Time', and 'Authorization Status', along with an 'Exit' button.

Here you need to capture the following details:

#### **Service Charge Schedule**

##### **Start Date**

Specify the start date of the service charge schedule.

##### **End Date**

Specify the end date of the service charge schedule.

##### **Frequency**

Specify the frequency of the service charge schedule.

##### **Amount**

Specify the amount of the service charge.

##### **Currency**

Specify the currency of the service charge.

#### **Details**

##### **Start Date**

Specify the start date of the service charge.

##### **Due Date**

Specify the due date of the service charge.

### Amount Due

Specify the amount due of the service charge.

### Amount Settled

Specify the amount settled of the service charge.

### Currency

Specify the currency of the service charge.

### LCY Amount

Specify the LCY amount of the service charge.

---

### Note

The system computes the service charge schedule during authorization of the contract.

---

## 5.3.4 Specifying Profit/Loss Accrual Details

You can define the profit / loss realization period for transactions such as Sale, Sale Amendments, Buyback and Recourse. Based on the schedule definition, system computes the detailed schedules for profit /loss realization. The system triggers the Profit/Loss accrual event during the EOD cycle and passes the accounting entries accordingly.

Click on the 'Profit/Loss Accrual' tab to capture the schedule details for the Profit /loss realization.

The screenshot displays the Oracle Contract Details application interface. At the top, there are input fields for Branch, Contract Reference, Product Code, User Reference, Product Description, and Operation Code (set to 'Sale'). Below these fields is a navigation bar with tabs: Main, Advices, Service Charge, and Profit/Loss Accrual (which is selected). The main content area is divided into two sections: 'Profit/Loss Schedules' and 'Details'. The 'Profit/Loss Schedules' section contains a table with columns: Version, Event, Frequency, Start Date, End Date, Type, Total Amount, and Unit A. The 'Details' section contains a table with columns: Version Number, Start Date, Due Date, Amount, Currency, Type, LCY Amount, and Accrued. At the bottom of the application, there is a status bar with fields for Maker, Date Time, Status, Checker, Date Time, and Authorization Status, along with an 'Exit' button.

Here you need to capture the following details:

## **Profit and Loss Schedule**

### **Version**

Specify the version of the profit and loss schedule.

### **Frequency**

Specify the frequency of the profit and loss schedule.

### **Start Date**

Specify the start date of the profit and loss schedule.

### **End Date**

Specify the end date of the profit and loss schedule.

### **Type**

Specify the type of the profit and loss schedule.

### **Total Amount**

Specify the total amount of the profit and loss schedule.

### **Unit Amount**

Specify the unit amount of the profit and loss schedule.

### **Currency**

Specify the currency of the profit and loss schedule.

### **Total LCY Amount**

Specify the total LCY amount of the profit and loss schedule.

### **Unit LCY Amount**

Specify the unit LCY amount of the profit and loss schedule.

## **Details**

### **Version**

Specify the version of the profit and loss schedule.

### **Start Date**

Specify the start date of the profit and loss schedule.

### **Due Date**

Specify the due date of the profit and loss schedule.

### **Amount**

Specify the amount of the profit and loss schedule.

### **Currency**

Specify the currency of the profit and loss schedule.

### **Type**

Specify the type profit and loss schedule.

### **LCY Amount**

Specify the LCY amount of the profit and loss schedule.

### **Accrued Amount**

Specify the accrued amount profit and loss schedule.

---

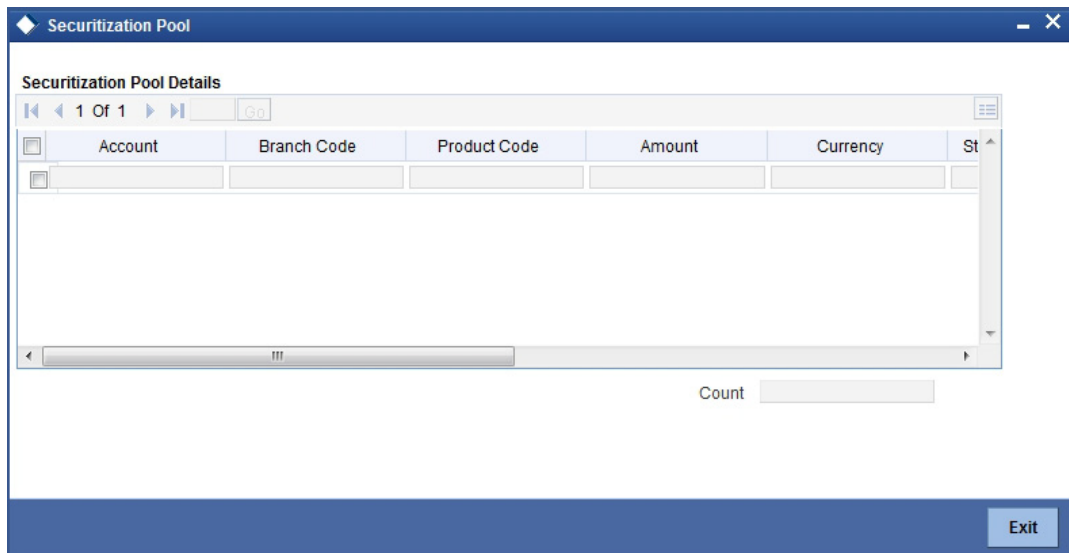
**Note**

The system computes the Profit/Loss accrual schedule during authorization of the contract.

---

### 5.3.5 Viewing Securitization Pool Details

Oracle FLEXCUBE provides a facility to view all the underlying loans which have been included as part of the securitization pool. Click on the 'Pool Details' button to view the list of loans bundled in securitization pool.



Here you can view the following details:

- Account
- Branch Code
- Product Code
- Product Type
- Amount
- Currency
- Start Date
- Maturity Date
- Value Date
- Customer ID
- Customer Name
- Formula
- Condition
- Rule Expression

### 5.3.6 Adding or Deleting Loans from the Pool

Oracle FLEXCUBE provides a rule based mechanism to add additional loan accounts and remove previously bundled loans from the Pool.

### 5.3.6.1 Adding Loans to the Pool

You can add new loans to the previously configured pool through 'Securitization Pool Addition' screen. Click on the 'Pool Addition' button to add new loans to the pool.

◆ Securitization Pool Addition

Formula Name

Condition Id

Rule Condition

Search Result - Account(s)

<input type="checkbox"/>	Account	Branch Code	Product Code	Amount	Currency	St
<input type="checkbox"/>						

Count

Securitization Pool Account(s)

<input type="checkbox"/>	Account	Branch Code	Product Code	Amount	Currency	St
<input type="checkbox"/>						

Count

You need to capture the following details here:

#### Formula Name

Select the formula for searching the loan contracts from the option list provided.

#### Condition ID

Select the condition ID for searching the loan contracts from the option list provided.

#### Rule Condition

Specify the rule condition.

Click on 'Search' button to search for additional non-securitized loan contracts. The rule condition would include the standard set of CL attributes. The system displays the loan accounts which are matching with contract currency.

After searching the details, click on 'Add to Pool' button to include the selected loan account for grouping to create the securitization pool. If you want to include all the loan accounts to create the securitization pool, you need to click on 'Add All to Pool' button.

To remove the selected loan accounts from the pool, click on 'Remove from Pool' button. To exclude all the loan accounts from the securitization pool, click on 'Remove all From Pool' button.

---

**Note**

The system allows only loans for which 'Continue accrual' flag is set to 'Y' for the current status to participate in the Securitization pool.

---

### 5.3.6.2 Removal of Loans from Pool

You can remove loans from the pool through 'Securitization Pool Deletion' screen. Click on the 'Pool Deletion' button to remove the loans from the pool.

The screenshot shows the 'Securitization Pool Deletion' application window. At the top, there are input fields for 'Formula Name', 'Condition Id', and 'Rule Condition'. Below these are three buttons: 'Search', 'Remove from Pool', and 'Remove All from Pool'. The main area contains two data grids. The first grid is titled 'Search Result - Account(s)' and has a header with columns: Account, Branch Code, Product Code, Amount, Currency, and St. The second grid is titled 'Securitization Pool Account(s)' and has the same header. Both grids show one row of data. At the bottom right of the window are 'Ok' and 'Exit' buttons.

You need to capture the following details here:

**Formula Name**

Select the formula for searching the loan contracts from the option list provided.

**Condition ID**

Select the condition ID for searching the loan contracts from the option list provided.

**Rule Condition**

Specify the rule condition.

The system allows you to select the rule and condition for searching/identifying the loan contracts for excluding from the securitization pool.

To remove the selected loan accounts from the pool, click on 'Remove from Pool' button. To exclude all the loan accounts from the securitization pool click 'Remove all From Pool' button.

To include the removed loan account into the pool, click on 'Add to Pool' button. To include all the removed loan account into the pool, click on 'Add All to Pool' button.

---

**Note**

If any of the underlying loan account has been closed or pre-closed, the system does not remove those loan accounts from the pool. It will remain in the pool for future reference.

---

### 5.3.6.3 Replacement of Loans in the Pool (Recourse of Loan accounts)

Oracle FLEXCUBE allows you to replace one or more loan accounts which are not securitized with another loan accounts which are part of the securitized contract in the 'Securitization recourse (Swapping of accounts)' screen. To invoke this screen, click on 'Recourse' button.

The screenshot displays the 'Securitization Recourse(Swapping of accounts)' window. It features two search panels at the top, each with input fields for 'Formula', 'Condition Id', and 'Rule Expression', and buttons for 'Search', 'Add To Pool', and 'Add All To Pool'. Below these are two 'Search Result - Account(s)' tables, each with columns for 'Account', 'Account Branch', and 'Product', and a 'Count' field. The bottom-right table also includes buttons for 'Remove from Pool', 'Add To Pool', and 'Add All To Pool'. The window concludes with 'Ok' and 'Exit' buttons at the bottom right.



In this screen you can identify the loan accounts from the non-securitized loans to add newly into the securitization pool for swapping the loan accounts. Also you can identify loan accounts which are part of the securitization pool and remove from the securitization pool.

### 5.3.7 Viewing Contract Charge Details

You can view the charges for the securitization contract through 'Charge Details' screen. To invoke this screen, click on 'Charges' button.

The screenshot shows the 'Charge Details' application window with the following sections:

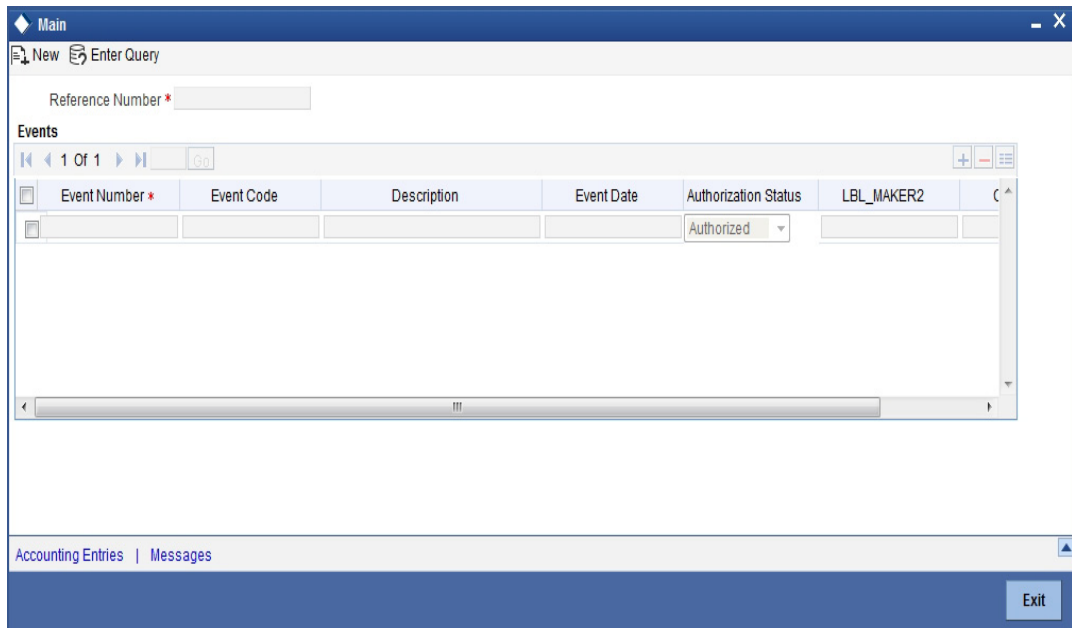
- Contract Reference \***: A text input field.
- Charge Association**: A table with columns: Creation ESN, Component \*, Rule, Description, Consider as Discount. It shows 1 of 1 records.
- Charge Application**: A table with columns: Creation ESN, Component \*, Tag Currency, Tag Amount, Charge Currency, Charge Amount. It shows 1 of 1 records.
- Charge Liquidation**: A table with columns: Event Sequence Number, Component, Charge Currency, Charge Amount, Liquidated. It shows 1 of 1 records with the 'Liquidated' checkbox checked.

At the bottom right of the window are 'Ok' and 'Exit' buttons.

Here you can view the applicable charges for the securitization contract.

### 5.3.8 Viewing Contract Event Details

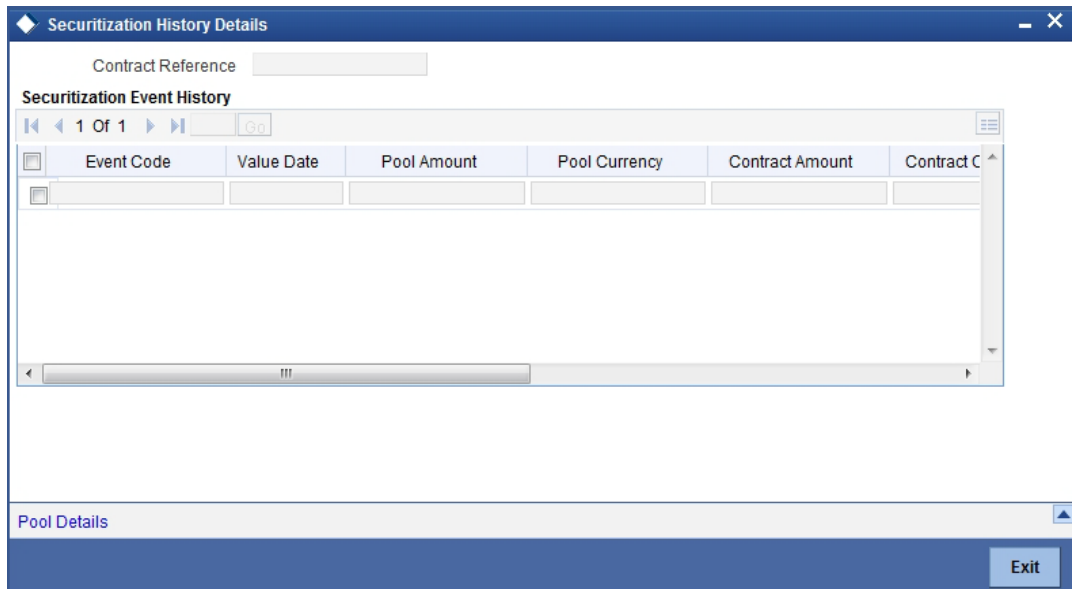
You can view the contract event details for the securitization contract through 'Events' screen. To invoke this screen, click on 'Events' button.



Here you can view the triggered events, corresponding accounting entries and the advice message generated for the securitization contract maintained at the product level.

### 5.3.9 Viewing Securitization Contact History

You can view the securitization contact history details through 'Securitization History Details' screen. To invoke this screen, click on 'Events History' button.



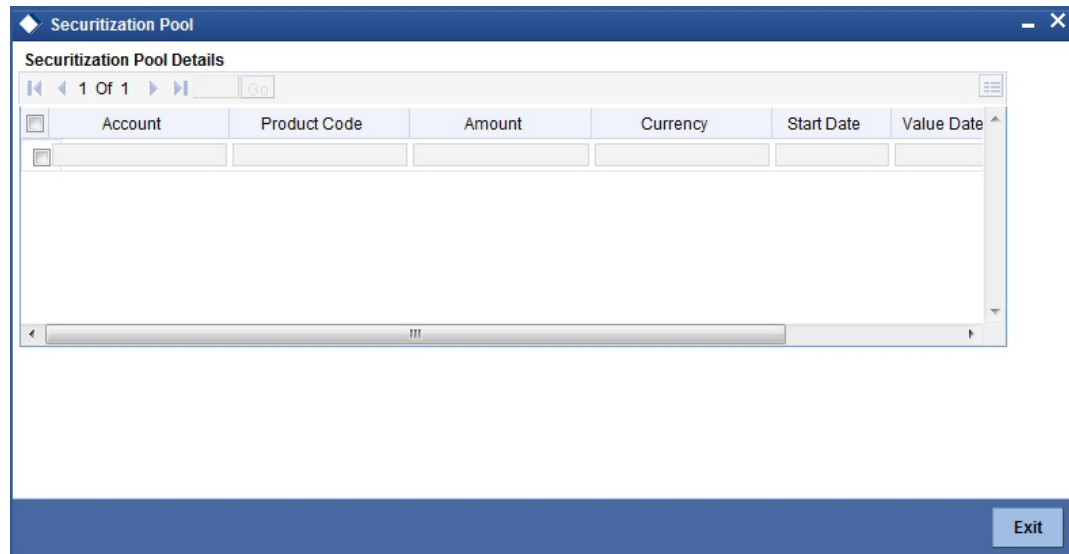
Here the system displays the events triggered, effective date, execution date of the Event, Pool Amount, Contract Amount and Profit/Loss of the transaction.

Oracle FLEXCUBE provides an option to view the underlying loan contracts when sale, amendment and buyback transactions are processed (for the amendment event, system displays the newly added/removed loan accounts from the pool).

The table below details the list of fields which are supported in the event history screen:

<b>Securitization Event History</b>									
Event	Value Date	Pool Amount	Pool Currency	Contract Amount	Contract Currency	Profit	Loss	Profit Accrued	Loss Accrued
INIT	5/5/2009	120000	USD	115000	USD	5000	0	0	0
SALE	5/5/2009	120000	USD	115000	USD	5000	0	2500	0
AMD	8/3/2009	123000	USD	121000	USD	2000	0	800	0
AMD	9/12/2009	110000	USD	112000	USD		2000		200

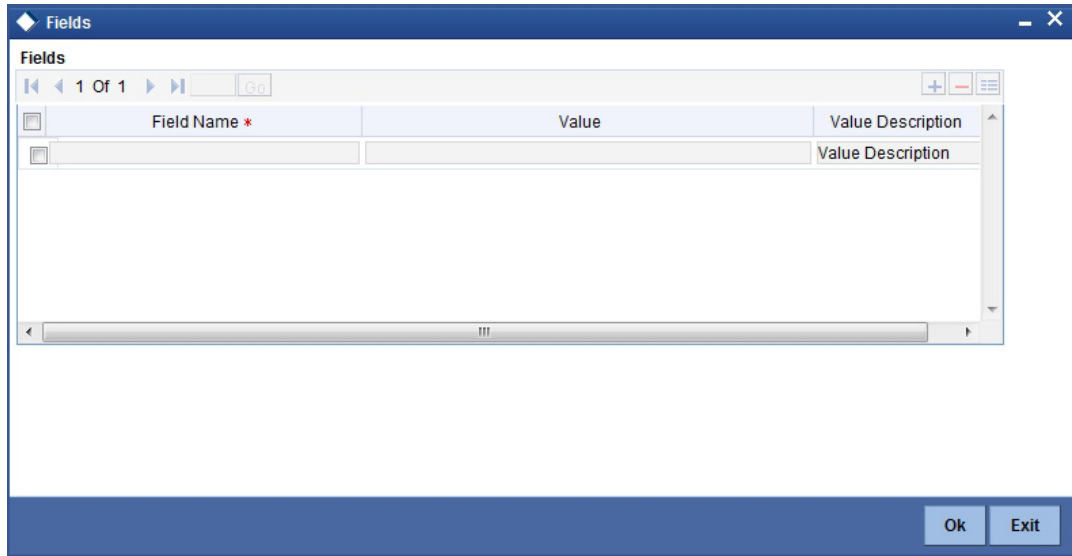
You need to select the event checkbox and press the 'Pool Details' button to view participating loan accounts.



Here the system displays the participating loan accounts for the securitization contract.

### 5.3.10 Viewing Fields Details

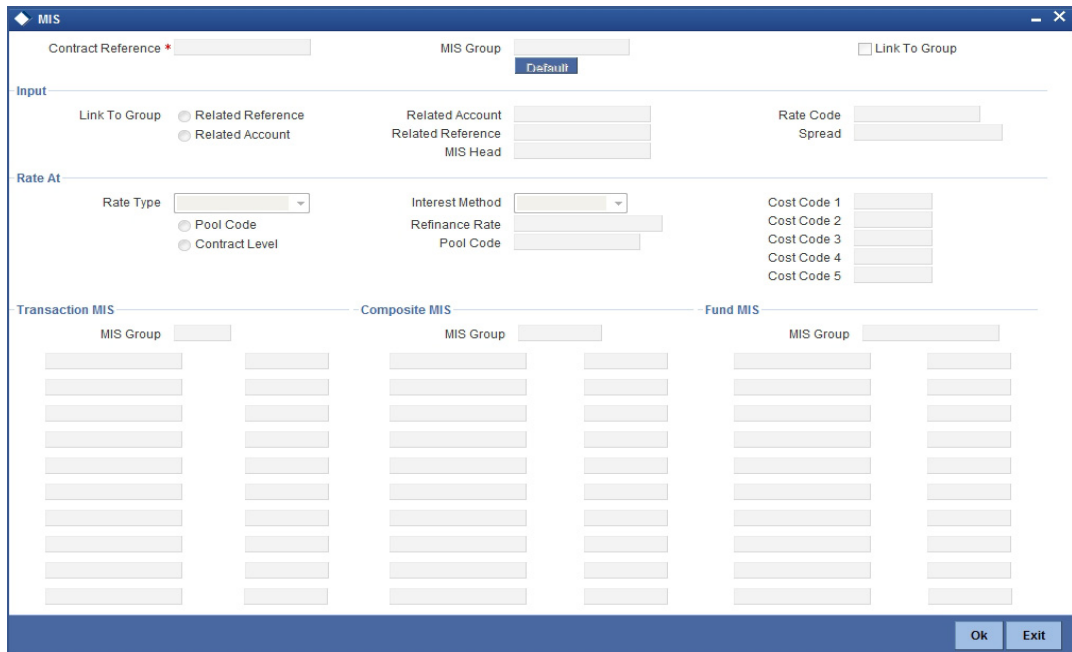
You can view the Fields details through 'Fields' screen. To invoke this screen, click on 'Fields' button.



Here you can view the Fields details for the securitization contract maintained at the product level.

### 5.3.11 Viewing MIS Details

You can view the MIS details through 'MIS' screen. To invoke this screen, click on 'MIS' button.



Here you can view the MIS details for the securitization contract maintained at the product level.

## 5.3.12 Authorizing Securitization Contract Details

You can authorize contracts in the 'Securitization Authorize Contract' screen. You can invoke this screen by typing 'SZDTRAUT' in the field at the top right corner of the Application Toolbar and clicking the adjoining arrow button.

The screenshot shows the 'Securitization Authorize Contract' application window. The window title is 'Securitization Authorize Contract'. The interface includes a toolbar with 'New' and 'Enter Query' buttons. The main area is divided into sections: 'Contract Details' with fields for 'Contract Reference \*' and 'Maker'; 'Rekey Fields' with fields for 'Currency', 'Contract Amount', and 'Customer'; and 'Event Code' and 'Event Date' fields. There are also 'Value Date' and 'Maturity Date' fields, and a 'Generate Message' checkbox. Below these is a 'Contract Overrides' section with a table showing 'Confirmed', 'Override Remarks', 'Authorized By', and 'Authorized Date' columns. The table currently shows one row with empty fields. At the bottom right, there are 'Authorize' and 'Exit' buttons.

You need to specify the following details here:

### **Contract Reference**

Specify the contract number which you are authorizing.

### **Maker**

Specify the maker.

### **Event Code**

The system displays a code for this authorizing event.

### **Event Date**

The system displays the current system date.

### **Rekey Fields**

Rekey the following details for authorizing a contract.

#### **Currency**

Specify the currency as part of the re-key requirements for authorizing a contract.

#### **Contract Amount**

Specify the amount as part of the re-key requirements for authorizing a contract.

#### **Customer**

Specify the customer as part of the re-key requirements for authorizing a contract.

#### **Value Date**

Specify the value date as part of the re-key requirements for authorizing a contract.

### **Maturity Date**

Specify the maturity date as part of the re-key requirements for authorizing a contract.

### **Generate Message**

Check this box to generate the messages.

### **Contract Overrides**

Here the system displays the following override details of the contract for all operations:

- Confirmed
- Override Remarks
- Authorized By
- Authorized Date
- Status
- Remarks

## **5.3.13 Amendment of Securitization Contracts**

Oracle FLEXCUBE supports amendment of securitization contracts after authorization (including or excluding of loan contracts to/from the securitization pool). SPV (Special Purpose Vehicle) may approach the financial institution to buy addition loans/drop bad dept loans from the securitization pool contract (as per the sale agreement). This may lead to addition/removal of loan contract in the securitization pool.

The system also facilitates replacement of one or more loan accounts which are not securitized with another loan accounts which are part of the securitized contracts.

You can amend a securitization contract in the securitization contract screen itself. During the amendment system allows you to update the sale amount and pool contracts alone. During amendment, the system triggers the AMND/BAMD/SAMD/RECR event based on the amendment type selected.

The system allows you to capture the following type of amendments when you press the 'Unlock' button and trigger the events as per the below table:

<b>SL. No</b>	<b>Amendment Option</b>	<b>Event triggering</b>
1	Amendment type is "SALE" (addition of new loan accounts to Pool)	System will trigger the 'SAMD' event while saving the contract
2	Amendment type is "BUYBACK" (removal of loan accounts from Pool)	System will trigger the 'BAMD' event while saving the contract
3	Amendment type is 'AMND' (Contract Modification other than Pool modification)	System will trigger the 'AMND' event while saving the contract
4	Amendment type is 'RECOURSE' (Replacement of loans in the Pool)	System will trigger the 'RECR' event while saving the contract

---

#### **Note**

The system enables the subsystem Pool addition and Pool deletion based on the amendment type.

---

### 5.3.14 Handling On-line Payment for Service Charges

Oracle FLEXCUBE provides a facility to handle payment of service charges from SPV (Special Purpose Vehicle) through 'Securitization On-line Payment Detailed' screen. You can invoke this screen by typing 'SZDPYMNT' in the field at the top right corner of the Application Toolbar and clicking the adjoining arrow button.

Component *	Currency	Due Date	Amount Due	Amount Paid
-------------	----------	----------	------------	-------------

Here you need to capture the following details:

#### Contract Currency

The system defaults the currency of the contract which is used for the service charge payment. It will be always the contract currency

#### Contract Reference Number

Specify the securitization contract reference number to which the payment is made.

#### Value Date

Specify the value date of the payment. The system defaults it to application date. However you can amend it.

#### Total Amount

The system calculates and displays the total payment amount which is the sum of the individual component amount paid during the payment.

#### Customer

Specify the associated SPV customer name.

#### Event Sequence Number

Specify the event sequence number for the payment.

#### Limit Due

Specify the limit date for the payment. You can do a prepayment through selecting future dated schedule.

Click 'Populate Due' button, the system lists the payment overdue/dues till the specified limit due date in the Liquidation details.

---

## 6. Online and Batch Process

### 6.1 Introduction

Oracle FLEXCUBE supports Online and Batch processes based on the options selected for 'Securitization Mode' at 'Contract Input' level. The following options are available:

- Online – If selected, the system will invoke the securitization process at the time of authorization of securitization contract.
- Batch – If selected, the system will save the securitization contract without initiating the securitization process and will change the internal status of the contract as 'Marked for Securitization'.

### 6.2 Processing Intra-day Batch

Securitization process is initiated as part of intra-day batch SZDSECR. The system securitizes the underlying Loan accounts which are marked with 'Marked for Securitization' status. Post securitization process, the system will update the internal status of the securitization contract as 'Securitized'.

The below table lists the possible status:

Securitization mode	Internal Status	Post securitization status
Online	NA	Securitized
Batch Mode	Marked for securitization	Securitized

If any one of the Loan Account's status change event fails, then the system stops the securitization process and raises appropriate error message.

---

#### Note

Skipping events is not enabled.

---

Once Loan Account is marked for 'Mark for Securitization', as part of the securitization pool, the system will not allow any operations to be performed on the underlying asset till the SZ contract's securitization process is complete.

---

#### Note

The system supports securitization of CL, MO, and LE contracts.

---

### 6.3 EOD Batch

The below table provides details about the batches run and stage when they are run, for Securitization:

Sl. No	EOD Stage	Sub-Stage	Module BatchTop of Form
1	Post EOTI	Stage : 1	SZDSECR



2		Stage : 2	CLBATCH, MODBATCH LEDBATCH
3		Stage : 3	SZEOD
4	Post BOD	Stage : 1	CLBATCH, MODBATCH LEDBATCH
5		Stage : 2	SZEODBottom of Form

## 7. Reports

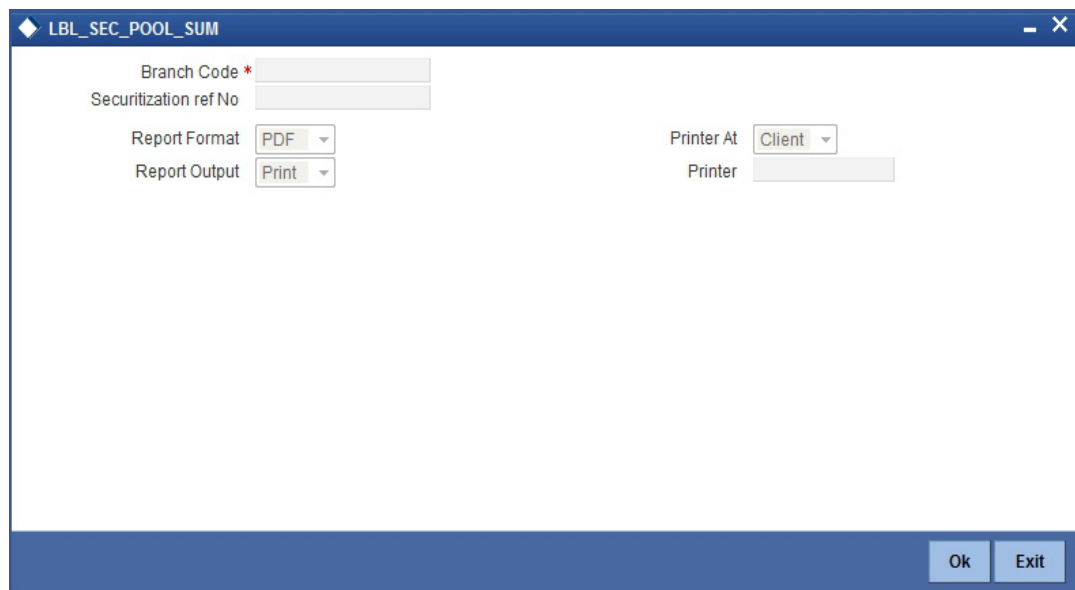
### 7.1 Introduction

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. However, for securitization module special reports can be generated and is explained in the sections below.

### 7.2 Viewing Summary of Securitization Pool

You can manually generate a report that displays the list of participating CL/MO/LE accounts for the selected securitization contract / securitization pool in the 'Summary of Securitization Pool' screen. You can invoke this report screen by typing 'SZRPOACC' in the field at the top right corner of the Application Toolbar and clicking the adjoining arrow button.



The screenshot shows a window titled 'LBL\_SEC\_POOL\_SUM'. It contains several input fields and dropdown menus for report configuration. The fields are: 'Branch Code \*' (text input), 'Securitization ref No' (text input), 'Report Format' (dropdown menu with 'PDF' selected), 'Report Output' (dropdown menu with 'Print' selected), 'Printer At' (dropdown menu with 'Client' selected), and 'Printer' (text input). At the bottom right, there are 'Ok' and 'Exit' buttons.

You can specify the following preferences for the report:

#### Branch Code

You can generate a report based on the branch code. Select a branch code from the option list provided.

#### Securitization ref No

You can generate a report based on the securitization reference number. Select a reference number from the option list provided.

#### Contents of the Report

The following information is provided in the report.

### Body of the Report

Branch Code	This is the branch code for which the report is generated.
Securitization ref number	This is the securitization reference number for which the report is generated.
Account number (desc order)	This is the account number (in descending order) for which the report is generated.
Product code	This is the product code for which the report is generated.
Product category	This is the product category for which the report is generated.
Customer ID	This is the customer ID for which the report is generated.
Customer Name	This is the customer name for which the report is generated.
Amount	This is the loan amount for which the report is generated.
Currency	This is the currency for which the loan amount is disbursed..
Value date	This is the value date of the loan for which the report is generated.
Maturity date	This is the maturity date of the loan for which the report is generated.

## 7.3 Viewing Summary of Securitization Pool History

You can manually generate a report that displays securitization contract history details for the specified intervals (history of accounts which are involved in the sale, buyback or amendment details for the securitization contract) in the 'Summary of Securitization Pool History Details' screen.

You can invoke this report screen by typing 'SZRPOHIS' in the field at the top right corner of the Application Toolbar and clicking the adjoining arrow button.

◆ LBL\_SEC\_POOL\_HIS\_SUM

Branch Code \*

Securitization ref No

From Date

To Date

Report Format

Report Output

Printer At

Printer

Ok Exit

You can specify the following preferences for the report:

**Branch Code**

You can generate a report based on the branch code. Select a branch code from the option list provided.

**Securitization ref no**

You can generate a report based on the securitization reference number. Select a reference number from the option list provided.

**From date**

Enter the From date. The system will generate a report for the securitization pool that have a From Date greater than the date you enter here.

**To date**

Enter the To date. The system will generate a report for the contracts that have a To date less than the date you enter here.

**Body of the Report**

Branch Code	This is the branch code for which the report is generated.
Securitization ref number	This is the securitization reference number for which the report is generated.
Operation	This is the operation (Buy back, amendment, sale) for which the report is generated.
Account number (desc order)	This is the account number (in descending order) for which the report is generated.
Product code	This is the product code for which the report is generated.
Product category	This is the product category for which the report is generated.
Customer ID	This is the customer ID for which the report is generated.
Customer Name	This is the customer name for which the report is generated.
Loan amount	This is the loan amount for which the report is generated.
Currency	This is the currency for which the loan amount is disbursed..
Value date	This is the value date of the loan for which the report is generated.
Maturity date	This is the maturity date of the loan for which the report is generated.

**7.3.1 Viewing Summary of Payment Received by SPV**

You can manually generate a report that displays the summary of payment received details (participating CL/LE/MO Accounts) for the securitization contract / SPV for the specified period in the 'Summary of Payment Received by SPV' screen. You can invoke this report

screen by typing 'SZRSPVPY' in the field at the top right corner of the Application Toolbar and clicking the adjoining arrow button.

The screenshot shows a dialog box titled "LBL\_PAYMENT\_RECIEVED" with a blue header and footer. The main area contains several input fields and dropdown menus. On the left side, there are four text input fields: "Branch Code \*", "Securitization ref No", "From Date", and "To Date". Below these are two dropdown menus: "Report Format" (set to "PDF") and "Report Output" (set to "Print"). On the right side, there are two more dropdown menus: "Printer At" (set to "Client") and "Printer" (empty). At the bottom right, there are two buttons: "Ok" and "Exit".

You can specify the following preferences for the report:

**Branch Code**

You can generate a report based on the branch code. Select a branch code from the option list provided.

**Securitization ref no**

You can generate a report based on the securitization reference number. Select a reference number from the option list provided.

**From date**

Enter the From date. The system will generate a report for the securitization pool that have a From Date greater than the date you enter here.

**To date**

Enter the To date. The system will generate a report for the contracts that have a To date less than the date you enter here.

### Body of the Report

Branch code	This is the branch code for which the report is generated.
Securitization ref number	This is the securitization reference number for which the report is generated.
Account number	This is the account number for which the report is generated.
Product code	This is the product code for which the report is generated.
Product category	This is the product category for which the report is generated.
Customer id	This is the customer ID for which the report is generated.
Event code	This is the event code for which the report is generated.
Component name	This is the component name for which the report is generated.
Due date	This is the due date for which the report is generated.
Amount due	This is the amount due for which the report is generated.
Payment received	This is the payment received for which the report is generated.
Payment currency	This is the payment currency for which the report is generated.
Payment date	This is the payment date for which the report is generated.

### 7.3.2 Viewing Summary of Over Due Payment Received by SPV

You can manually generate a report that displays the summary of payments which are not received for the underlying CL/LE/MO Accounts for the securitization contract / SPV for the specified period in the 'Summary of overdue payments for SPV' screen.

You can invoke this report screen by typing 'SZRODYPT' in the field at the top right corner of the Application Toolbar and clicking the adjoining arrow button.

The screenshot shows a software window titled "LBL\_OVRDUE\_PYMNT". Inside the window, there are several input fields and dropdown menus. On the left side, there are fields for "Branch Code \*" (with a red asterisk), "Securitization ref No", "From Date", and "To Date". Below these are two dropdown menus: "Report Format" (set to "PDF") and "Report Output" (set to "Print"). On the right side, there are fields for "Printer At" (set to "Client") and "Printer" (empty). At the bottom right of the window, there are two buttons: "Ok" and "Exit".

You can specify the following preferences for the report:

#### **Branch Code**

You can generate a report based on the branch code. Select a branch code from the option list provided.

**Securitization ref no**

You can generate a report based on the securitization reference number. Select a reference number from the option list provided.

**From date**

Enter the From date. The system will generate a report for the securitization pool that have a From Date greater than the date you enter here.

**To date**

Enter the To date. The system will generate a report for the contracts that have a To date less than the date you enter here.

**Body of the Report**

Branch code	This is the branch code for which the report is generated.
Securitization ref number	This is the securitization reference number for which the report is generated.
Account number	This is the account number for which the report is generated.
Product code	This is the product code for which the report is generated.
Product category	This is the product category for which the report is generated.
Customer id	This is the customer ID for which the report is generated.
Event code	This is the event code for which the report is generated.
Component name	This is the component name for which the report is generated.
Due date	This is the due date for which the report is generated.
Amount due	This is the amount due for which the report is generated.
Payment received	This is the payment received for which the report is generated.
Payment currency	This is the payment currency for which the report is generated.
Payment date	This is the payment date for which the report is generated.

### 7.3.3 **Viewing Summary of Disbursement Details for the Securitization Contract**

You can manually generate a report that displays the future disbursement for the underlying CL/LE/MO Accounts for the securitization contract / SPV for the specified period in the 'Summary of disbursement details for the securitization contract' screen. You can invoke this

report screen by typing 'SZRDSBDT' in the field at the top right corner of the Application Toolbar and clicking the adjoining arrow button.

The screenshot shows a software window titled "LBL\_SEC\_DSBR". Inside the window, there are several input fields and dropdown menus. On the left side, there are four rows of input fields: "Branch Code \*" (with a red asterisk), "Securitization ref No \*" (with a red asterisk), "From Date", and "To Date". Below these are two rows of dropdown menus: "Report Format" (set to "PDF") and "Report Output" (set to "Print"). On the right side, there are two rows of dropdown menus: "Printer At" (set to "Client") and "Printer". At the bottom right of the window, there are two buttons: "Ok" and "Exit".

You can specify the following preferences for the report:

**Branch Code**

You can generate a report based on the branch code. Select a branch code from the option list provided.

**Securitization ref no**

You can generate a report based on the securitization reference number. Select a reference number from the option list provided.

**From date**

Enter the From date. The system will generate a report for the securitization pool that have a From Date greater than the date you enter here.

**To date**

Enter the To date. The system will generate a report for the contracts that have a To date less than the date you enter here.



### Body of the Report

Branch code	This is the branch code for which the report is generated.
Securitization ref number	This is the securitization reference number for which the report is generated.
Account number	This is the account number for which the report is generated.
Product code	This is the product code for which the report is generated.
Product category	This is the product category for which the report is generated.
Customer ID	This is the customer ID for which the report is generated.
Customer Name	Indicates the customer name.
Component Name	This is the component name for which the report is generated.
Due date	This is the disbursement due date for which the report is generated.
Amount	This is the disbursement amount for which the report is generated.
Currency	This is the disbursement currency for which the report is generated.

### 7.3.4 Viewing Summary of Profit Loss Details for the securitization Contract

You can manually generate a report that displays the summary of profit / loss accrual details for the securitization contract in the 'Summary of profit and loss accrual details for the securitization contract' screen.

You can invoke this report screen by typing 'SZRPLACR' in the field at the top right corner of the Application Toolbar and clicking the adjoining arrow button.

The screenshot shows a software window titled "LBL\_PROFIT\_LOSS" with a standard Windows-style title bar (minimize, maximize, close buttons). The window contains a form with the following elements:

- Branch Code \* (text input)
- Securitization ref No (text input)
- From Date (date input)
- To Date (date input)
- Report Format (dropdown menu, currently set to PDF)
- Report Output (dropdown menu, currently set to Print)
- Printer At (dropdown menu, currently set to Client)
- Printer (text input)

At the bottom right of the window, there are two buttons: "Ok" and "Exit".

You can specify the following preferences for the report:

### Branch Code

You can generate a report based on the branch code. Select a branch code from the option list provided.

### Securitization ref no

You can generate a report based on the securitization reference number. Select a reference number from the option list provided.

### From date

Enter the From date. The system will generate a report for the securitization pool that have a From Date greater than the date you enter here.

### To date

Enter the To date. The system will generate a report for the contracts that have a To date less than the date you enter here.

### Body of the Report

Branch code	This is the branch code for which the report is generated.
Securitization ref number	This is the securitization reference number for which the report is generated.
Accrual date	This is the accrual date for which the report is generated.
Event Code	This is the event code for which the report is generated
Profit/Loss Type	This is the profit/loss type for which the report is generated
Accrual amount	This is the accrual amount for which the report is generated.
Accrual currency	This is the accrual currency for which the report is generated.

## 7.3.5 Viewing Summary of Securitization History Details

You can manually generate a report that displays the summary Securitization history details for the specific CL/LE/MO account for a specified period in the 'Summary of Securitization History Details' screen. You can invoke this report screen by typing 'SZRCLHIS' in the field at the top right corner of the Application Toolbar and clicking the adjoining arrow button.

The screenshot shows a dialog box titled "LBL\_HIS\_SEC" with the following fields and controls:

- Branch Code \* (text input)
- Account Number (text input)
- From Date (text input)
- To Date (text input)
- Report Format (dropdown menu, currently set to PDF)
- Report Output (dropdown menu, currently set to Print)
- Printer At (dropdown menu, currently set to Client)
- Printer (text input)
- Buttons: Ok, Exit

You can specify the following preferences for the report:

**Branch Code**

You can generate a report based on the branch code. Select a branch code from the option list provided.

Account Number You can generate a report based on the account number. Select an account number from the option list provided.

**From Date**

Enter the from date. The system will generate a report for the securitization pool that have a From Date greater than the date you enter here.

**To Date**

Enter the To date. The system will generate a report for the contracts that have a To date less than the date you enter here.

**Body of the Report**

Branch code	This is the branch code for which the report is generated.
Account number	This is the account number for which the report is generated.
Securitization ref number	This is the securitization reference number for which the report is generated.
Securitization date	This is the securitization date for which the report is generated.
Operation	This is the operation (Buy back, amendment, sale) for which the report is generated.
From Status	This is the from status for which the report is generated
To Status	This is the to status for which the report is generated

### 8.1 Accounting entries for Securitization of Loan

This section contains details of the suggested accounting entries that can be set up, for the Securitization of Loan module of Oracle FLEXCUBE. The details of the suggested accounting entries are given event-wise.

### 8.2 Events

The following is an exhaustive list of events that can take place during the lifecycle of a Securitization of Loan. In the subsequent paragraphs we shall examine the accounting entries and advices for each of the events listed below.

<b>Event Code</b>	<b>Event Description</b>
BOOK	Booking Of Securitization Contract
INIT	Contract Initiation
SAMD	Sale of additional loans accounts to SPV
BAMD	Buyback of loan accounts from SPV
AMND	Amendment of Securitization Contract
LIQD	Manual Liquidation event to liquidate the charges / payments from / to SPV
CLOS	Auto Closure of Securitization Contract
MAMD	Update the Pool Maturity Date with the latest date of all underlying loans
REVP	Reversal of Payment
LAMD	Amendment of Loan Contract
LDBR	Disbursement of Loan Contract
LPMT	Payment of Loan Contract
PRCH	Collecting Service Charges from SPV on scheduled date based on the pre-defined schedule
PLAC	Realizing Profit / Loss on the scheduled date
RECR	Replacement of loan transaction is securitized

### 8.3 Amount Tag

The table below describes the Amount tags in securitization contract which supports accounting entries:

Amount Tag	Description
LOAN_OUTSTANDING	<p>For a New Contract:            Sum of (Simple and amortized loans)            (Outstanding Principal,            + Interest Accrued till sale date            + Penalty accrued till sale date            + Overdue components)</p> <p>Sum of (Discounted type Loans)            (Outstanding Principal, -- RIA Balance)</p> <p>For amendments (SAMD) – Addition of new loans to Pool:            Sum of newly added Loans(Simple and amortized loans)            (Outstanding Principal            + Interest Accrued till sale date            + Penalty accrued till sale date            + Overdue components)</p> <p>Sum of (Discounted type Loans)            (Outstanding Principal, -- RIA Balance)</p> <p>For amendments (BAMD) – removal of loan accounts from Pool:            Sum of excluded loan(Simple and amortized loans)            (Outstanding Principal            + Interest Accrued till sale date            + Penalty accrued till sale date            + Overdue components)</p> <p>Sum of (Discounted type Loans)            (Outstanding Principal + RIA Balance)</p>
SALE_AMT	<p>For new Contract:            Sale Amount of the Securitization contract</p> <p>For amendment contracts:            Increased / decreased in Sale Amount of the Securitization contract</p>

<b>Amount Tag</b>	<b>Description</b>
SALE_PROFIT	Applicable, if the profit / loss accrual is not set as required For new Contract: Profit of the Securitization Sale contract For amendment(AMND,SAMD,BAMD) contracts: Increased in Profit of the amendment contract
SALE_PROFIT_AC	Applicable, if the profit / loss accrual is set as required For new Contract: Profit of the Securitization Sale contract For amendment(AMND,SAMD,BAMD) contracts: Increased in Profit of the amendment contract
SALE_LOSS	Applicable, if the profit / loss accrual is not set as required For new Contract: Loss of the Securitization Sale contract For amendment(AMND,SAMD,BAMD) contracts: Increased in Loss of the amendment contract
SALE_LOSS_AC	Applicable, if the profit / loss accrual is set as required For new Contract: Loss of the Securitization Sale contract For amendment(AMND,SAMD,BAMD) contracts: Increased in Loss of the amendment contract
PLAC_PROFT	Consolidated profit accrual for the securitization contract
PLAC_LOSS	Consolidated loss accrual for the securitization contract

## 8.4 Accounting Roles

The table below describes the accounting roles in Securitization contract:

<b>Accounting Role</b>	<b>Description</b>
SPV_SETTL_BRIDGE	Accounting role head for the Bridge GL.
SPV_SETTLE_ACC	Accounting role head for the SPV Settlement Account
PLAC_INC	Bank real income GL for realizing the income arising out the Securitization contract
PLAC_EXP	Bank real expense GL for realizing the loss arising out the Securitization contract
PLAC_PIA	Bank GL to realize the loss from securitization contract periodically

PLAC_RIA	Bank GL to realize the profit from securitization contract periodically.
SPV_SETTL_BRIDGE_CR	Bank GL account for SPV Credit Settlement bridge
SPV_SETTL_BRIDGE_DR	Bank GL account for SPV Debit Settlement bridge

## 8.5 Event-wise Accounting Entries

In this section we will discuss the suggested events and advices that should be generated for that particular event in the life cycle of Securitization of Loans.

### INIT

The system executes the INIT event when a contract is initiated on value date. If the value date is application date, then system triggers the BOOK and INIT event while booking the contract. During this event, system computes the total profit/loss of the transaction. Depending on the type of profit/loss accrual mode set for product/contract, the system either posts the entries to RIA/PIA GL for periodic accrual of Profit/Loss to Balance sheet or posts it directly to the income/expense GL. The system generates the configured advices and sends as part of the INIT authorized.

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#### **Note**

The system triggers the CL status change event and changes the status from NORM to SECR. It does not allow backdated/future dated contract booking of securitization.

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The table below describes the accounting entries for Processing Fee Components and Sale Activities:

Role	Amount Tag	Debit/ Credit	Remarks
SPV_SETTLE_ACC	CHARGES	Dr	
CHG_INC	CHARGES	Cr	
SPV_SETTLE_ACC	LOAN_OUTSTANDIN G	Dr	
SPV_SETTL_BRIDGE_C R	LOAN_OUTSTANDIN G	CR	
SPV_SETTLE_ACC	SALE_PROFIT	DR	For immediate realization
PLAC_INC	SALE_PROFIT	CR	
SPV_SETTLE_ACC	SALE_PROFIT_AC	DR	For periodic realization
PLAC_RIA	SALE_PROFIT_AC	CR	
PLAC_EXP	SALE_LOSS	DR	For immediate realization
SPV_SETTL_BRIDGE_C R	SALE_LOSS	CR	

PLAC_PIA	SALE_LOSS_AC	DR	For periodic realization
SPV_SETTL_BRIDGE_CR	SALE_LOSS_AC	CR	

### **SAMD**

It is an event for sale of additional loans accounts to SPV (Addition of loan accounts to securitization pool). During this event, the system computes the total profit/loss of the transaction. Depending on the type of profit/loss accrual mode set for product/contract, the system will either post the entries to RIA/PIA GL for periodic accrual of Profit/Loss to balance sheet or post it directly to the income/expense GL. The system triggers the CL status change event and changes the status from NORM to SECR.

The table below describes the accounting entries for Charges incurred during amendment:

Role	Amount Tag	Debit/Credit
SPV_SETTLE_ACC	CHARGES	Dr
CHARGE_COMPONENT_INC	CHARGES	Cr

The table below describes the accounting entries for Securitization Pool Amendment:

Role	Amount Tag	Debit/Credit	Remarks
SPV_SETTLE_ACC	LOAN_OUTSTANDING	DR	
SPV_SETTL_BRIDGE_CR	LOAN_OUTSTANDING	CR	
SPV_SETTLE_ACC	SALE_PROFIT	DR	For immediate realization
PLAC_INC	SALE_PROFIT	CR	
SPV_SETTLE_ACC	SALE_PROFIT_AC	DR	For periodic realization
PLAC_RIA	SALE_PROFIT_AC	CR	
PLAC_EXP	SALE_LOSS	DR	For immediate realization
SPV_SETTL_BRIDGE_CR	SALE_LOSS	CR	
PLAC_PIA	SALE_LOSS_AC	DR	For periodic realization
SPV_SETTL_BRIDGE_CR	SALE_LOSS_AC	CR	

### **BAMD**

It is an event for Buyback of loan accounts from SPV (removal of loan accounts from securitization pool). During this event, the system computes the total profit/loss of the transaction. Depending on the type of profit/loss accrual mode set for product/contract, the system will either post the entries to contingent GL for periodic accrual of Profit/Loss to Balance sheet or post it directly to the income/expense GL. The system triggers the CL status change activity from SECR to NORM.



The table below describes the accounting entries for Charge components during Buyback:

Role	Amount Tag	Debit/Credit
SPV_SETTLE_ACC	CHARGES	Dr
CHG_INC	CHARGES	Cr

The table below describes the accounting entries for the Buyback Activity:

Role	Amount Tag	Debit/Credit	Remarks
SPV_SETTL_BRIDGE_DR	LOAN_OUTSTANDING	Dr	
SPV_SETTLE_ACC	LOAN_OUTSTANDING	Cr	
SPV_SETTLE_ACC	SALE_PROFIT	DR	
PLAC_INC	SALE_PROFIT	CR	For immediate realization
SPV_SETTLE_ACC	SALE_PROFIT_AC	DR	
PLAC_RIA	SALE_PROFIT_AC	CR	For periodic realization
PLAC_EXP	SALE_LOSS	DR	For immediate realization
SPV_SETTL_BRIDGE_CR	SALE_LOSS	CR	
PLAC_PIA	SALE_LOSS_AC	DR	For periodic realization
SPV_SETTL_BRIDGE_CR	SALE_LOSS_AC	CR	

## **AMND**

It is an event for Amendment of Securitization Contract. The system does not allow modifying the Pool details.

The table below describes the accounting entries for Charges incurred during Amendment:

Role	Amount Tag	Debit/Credit
SPV_SETTLE_ACC	CHARGES	Dr
CHARGE COMPONENT_INC	CHARGES	Cr

The table below describes the accounting entries for Securitization Pool Amendment:

Role	Amount Tag	Debit/Credit	Remarks
SPV_SETTLE_ACC	SALE_PROFIT	DR	For immediate realization
PLAC_INC	SALE_PROFIT	CR	

SPV_SETTLE_ACC	SALE_PROFIT_AC	DR	For periodic realization
PLAC_RIA	SALE_PROFIT_AC	CR	
PLAC_EXP	SALE_LOSS	DR	For immediate realization
SPV_SETTLE_ACC	SALE_LOSS	CR	
PLAC_PIA	SALE_LOSS_AC	DR	For periodic realization
SPV_SETTLE_ACC	SALE_LOSS_AC	CR	

### **REVP**

It is an event for Reversal of Payment. The table below describes the accounting entries for Reversal of Payments (charge components).

<b>Role</b>	<b>Amount Tag</b>	<b>Debit/Credit</b>
SPV_SETTLE_ACC	-PRCH_LIQD	Dr
PRCH_INC	-PRCH_LIQD	Cr

### **LIQD**

It is an event for Manual Liquidation to liquidate the charges/payments from/to SPV.

The table below describes the accounting entries for collecting periodic service charges from SPV on due date (Manual payment):

<b>Role</b>	<b>Amount Tag</b>	<b>Debit/Credit</b>
SPV_SETTLE_ACC	PRCH_LIQD	Dr
PRCH_INC	PRCH_LIQD	Cr

### **PRCH**

The system triggers this event during EOD for collecting the service charges from SPV on scheduled date based on the pre-defined schedule.

The table below describes the accounting entries for collecting periodic service charges from SPV on due date:

<b>Role</b>	<b>Amount Tag</b>	<b>Debit/Credit</b>
SPV_SETTLE_ACC	PRCH_CHG	Dr
PRCH_INC	PRCH_CHG	Cr

### **LPMT**

The system triggers this event during EOD if any payment has been triggered in underlying loan contract (principal, interest, penalty and overdue components). The system posts consolidated accounting entries posted to SPV accordingly for credit payment and debit payments.

The table below describes the accounting entries for posting the consolidated payments to/ from SPV on value date:

Role	Amount Tag	Debit/Credit
SPV_SETTLE_ACC	LOAN_PMNT_DR	DR
SPV_SETTL_BRIDGE_CR	LOAN_PMNT_DR	CR
SPV_SETTL_BRIDGE_DR	LOAN_PMNT_CR	DR
SPV_SETTLE_ACC	LOAN_PMNT_CR	CR

## **PLAC**

The system triggers the event during EOD for realizing the Profit/Loss on the scheduled date.

The table below describes the accounting entries for realize the profit / loss in real GL from the receivables:

Role	Amount Tag	Debit/Credit
PLAC_RIA	PLAC_PROFT	Dr
PLAC_INC	PLAC_PROFT	Cr
PLAC_PIA	PLAC_LOSS	Dr
PLAC_EXP	PLAC_LOSS	Cr

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### **Note**

Note the following:

- \_RIA – Received in advance
  - \_PIA – Paid in Advance
- 

## **RECR**

The system supports this event in securitizing product and is triggered whenever the replacement of loan transaction is securitized.

The system compute the profit / loss for the securitization contract amendment and pass the accounting entries accordingly.

Role	Amount Tag	Debit/Credit
SPV_SETTLE_ACC	LOAN_OUTSTANDING_CR	DR
SPV_SETTL_BRIDGE_CR	LOAN_OUTSTANDING_CR	CR
SPV_SETTL_BRIDGE_DR	LOAN_OUTSTANDING_DR	DR
SPV_SETTLE_ACC	LOAN_OUTSTANDING_DR	CR
PLAC_EXP	SALE_LOSS	DR
SPV_SETTLE_ACC	SALE_LOSS	CR

PLAC_PIA	SALE_LOSS_AC	DR
SPV_SETTLE_ACC	SALE_LOSS_AC	CR
PLAC_EXP	SALE_LOSS_BR	DR
SPV_SETTL_BRIDGE_CR	SALE_LOSS_BR	CR
PLAC_PIA	SALE_LOSS_BR_AC	DR
SPV_SETTL_BRIDGE_CR	SALE_LOSS_BR_AC	CR
SPV_SETTLE_ACC	SALE_PROFIT	DR
PLAC_INC	SALE_PROFIT	CR
SPV_SETTLE_ACC	SALE_PROFIT_AC	DR
PLAC_RIA	SALE_PROFIT_AC	CR
SPV_SETTL_BRIDGE_DR	SALE_PROFIT_BR	DR
PLAC_INC	SALE_PROFIT_BR	CR
SPV_SETTL_BRIDGE_DR	SALE_PROFIT_BR_AC	DR
PLAC_RIA	SALE_PROFIT_BR_AC	CR
SPV_SETTLE_ACC	PRCH_LIQD	DR

## 8.6 Formula Elements

The elements mentioned in the table below are available for constructing the formula:

Pre-Defined Elements	Description	Type
PRODUCT_CODE	Product Code	VARCHAR2
BRANCH_CODE	Branch Code	VARCHAR2
COLLATERAL_AMOUNT	Collateral Amount	NUMBER
LOAN_STATUS	Loan Status	VARCHAR2
PRINCIPAL_OUTSTAND	Outstanding Principal	NUMBER
AMOUNT_DISBURSED	Disbursed Amount	NUMBER
AMOUNT_NOT_DISBURSED	Undisbursed Principal(future scheduled disbursement amount)	NUMBER
LOAN_TYPE	Loan Type (Discounted/ True Discounted / Amortized/ Amortized 78)	NUMBER
TENOR_OUTSTAND	Outstanding Tenor	NUMBER
INTEREST_RATE	Rate of Interest	NUMBER

INTEREST_TYPE	Type of Interest (Floating / Fixed)	NUMBER
PRINCIPAL_PAYMENT_FREQ	Principal Payment frequency	NUMBER
INTEREST_PAYMENT_FREQ	Interest Payment frequency	NUMBER
CUSTOMER_TYPE	Customer Type	NUMBER
CUSTOMER_CITY	Customer city location	NUMBER
COLLATERAL_TYPE	Collateralized/Non-collateralized	NUMBER
CREDIT_SCORE	Credit Rating	NUMBER
PAYMENT_OUTSTAND	Payment outstanding	NUMBER
LOAN_CURRENCY	Currency of Loan	NUMBER
CUSTOMER_CATEGORY	Customer Category	NUMBER
PROD_CATEGORY	Product category	VARCHAR2
PROFIT_RATE	Profit rate	NUMBER
FUND_ID	Fund ID	VARCHAR2
ACC_STATUS	Account Status	VARCHAR2
RP_STATUS	Relationship Pricing Status	VARCHAR2

## 8.7 **Advice Messages**

The table below describes the advice messages for the securitization product:

Message	Message Type	Message Format	Tag Name	Tag Type	Tag Description
Securitization Contract Book Advice	SZ_BOOK_ADV	SZ_BOOK_ADV_FMT	SZBRANCHDATE_	Single	Securitization Branch Date
			_BRANCH-NAME_	Single	Securitization Branch Name
			_SZSPV-NAME_	Single	SPV Customer Name
			_SZSPV-ADDR-LN1_	Single	SPV Address Line 1
			_SZSPV-ADDR-LN2_	Single	SPV Address Line 2
			_SZSPV-ADDR-LN3_	Single	SPV Address Line 3
			_SZSPV-ADDR-LN4_	Single	SPV Address Line 4
			_USERREF_	Single	SZ User Reference Number
			_SVDATE_	Single	SZ Contract Value Date
			_SBDATE_	Single	SZ Contract Book Date
			_SMDATE_	Single	SZ Contract Maturity Date
			_SPVID_	Single	Special Purpose Vehicles ID
			_SPVNAME_	Single	SPV Name
			_SPOOLAMT_	Single	Securitized Pool Amount
			_SPOOLCURRENCY_	Single	Securitized Pool Currency
			_SALEAMT_	Single	Securitized Pool Sale Amount
_SALECCY_	Single	Securitized Pool Sale Currency			

			_SALE_DATE_	Single	Securitized Pool Sale Date
			_SECLNFLAG_	Single	Loan Exists Flag
			_ACCNUM_	Multiple	Underlying Loan's Account Number
			_AC-USERREF_	Multiple	Underlying Loan's User Reference
			_LOAMT_	Multiple	Underlying Loan's Amount
			_LCCY_	Multiple	Underlying Loan's Loan Currency
			_LSTATUS_	Multiple	Underlying Loan's Account Status
			_LDATE_	Multiple	Underlying Loan's Date
			_MDATE_	Multiple	Underlying Loan's Maturity Date
			_LTENOR_	Multiple	Underlying Loan's Tenor
			_LBNAME_	Multiple	Underlying Loan's Borrower Name
			_LBID_	Multiple	Underlying Loan's Borrower ID
Securitization Contract Init Advice	SZ_INIT_ADV	SZ_INIT_ADV_FMT	_SZBRANCHDATE_	Single	Securitization Branch Date
			_BRANCH-NAME_	Single	Securitization Branch Name
			_SZSPV-NAME_	Single	SPV Customer Name
			_SZSPV-ADDR-LN1_	Single	SPV Address Line 1

			_SZSPV- ADDR- LN2_	Single	SPV Address Line 2
			_SZSPV- ADDR- LN3_	Single	SPV Address Line 3
			_SZSPV- ADDR- LN4_	Single	SPV Address Line 4
			_USERRE F_	Single	SZ User Refer- ence Number
			_SVMDATE_	Single	SZ Contract Value Date
			_SBDATE_	Single	SZ Contract Book Date
			_SMDATE _	Single	SZ Contract Maturity Date
			_SPVID_	Single	Special Pur- pose Vehicles ID
			_SPVNAM E_	Single	SPV Name
			_SPOOLA MT_	Single	Securitized Pool Amount
			_SPOOLC CY_	Single	Securitized Pool Currency
			_SALEAM T_	Single	Securitized Pool Sale Amount
			_SALECC Y_	Single	Securitized Pool Sale Currency
			_SALE_DA TE_	Single	Securitized Pool Sale Date
			_SECLNFL AG_	Single	Loan Exists Flag
			_ACCNUM _	Multiple	Underlying Loan's Account Number
			_AC- USERREF _	Multiple	Underlying Loan's User Reference
			_LOAMT_	Multiple	Underlying Loan's Amount



			_LCCY_	Multiple	Underlying Loan's Loan Currency
			_LSTATUS_	Multiple	Underlying Loan's Account Status
			_LDATE_	Multiple	Underlying Loan's Date
			_MDATE_	Multiple	Underlying Loan's Maturity Date
			_LTENOR_	Multiple	Underlying Loan's Tenor
			_LBNAME_	Multiple	Underlying Loan's Borrower Name
			_LBID_	Multiple	Underlying Loan's Borrower ID
Securitization Contract Amendment Advice	SZ_AMND_ADV	SZ_AMND_ADV_FMT	_SZBRANCHDATE_	Single	Securitization Branch Date
			_BRANCHNAME_	Single	Securitization Branch Name
			_SZSPVNAME_	Single	SPV Customer Name
			_SZSPVADDRLN1_	Single	SPV Address Line 1
			_SZSPVADDRLN2_	Single	SPV Address Line 2
			_SZSPVADDRLN3_	Single	SPV Address Line 3
			_SZSPVADDRLN4_	Single	SPV Address Line 4
			_USERREF_	Single	SZ User Reference Number
			_SVDATE_	Single	SZ Contract Value Date

			_SBDATE_	Single	SZ Contract Book Date
			_SMDATE_	Single	SZ Contract Maturity Date
			_SPVID_	Single	Special Purpose Vehicles ID
			_SPVNAM_	Single	SPV Name
			_SPOOLAMT_	Single	Securitized Pool Amount
			_SPOOLC_	Single	Securitized Pool Currency
			_SECLNFLAG_	Single	Loan Exists Flag
			_ACCNUM_	Multiple	Underlying Loan's Account Number
			_ACUSERREF_	Multiple	Underlying Loan's User Reference
			_LOAMT_	Multiple	Underlying Loan's Amount
			_LCCY_	Multiple	Underlying Loan's Loan Currency
			_LSTATUS_	Multiple	Underlying Loan's Account Status
			_LDATE_	Multiple	Underlying Loan's Date
			_MDATE_	Multiple	Underlying Loan's Maturity Date
			_LTENOR_	Multiple	Underlying Loan's Tenor
			_LBNAME_	Multiple	Underlying Loan's Borrower Name
			_LBID_	Multiple	Underlying Loan's Borrower ID

Securitization Contract Sale Amendment Advice	SZ_SAM D_ADV	SZ_SAMD_ ADV_FMT_	_SZBRAN CHDATE_	Single	Securitization Branch Date
			_BRANCH -NAME_	Single	Securitization Branch Name
			_SZSPV- NAME_	Single	SPV Customer Name
			_SZSPV- ADDR- LN1_	Single	SPV Address Line 1
			_SZSPV- ADDR- LN2_	Single	SPV Address Line 2
			_SZSPV- ADDR- LN3_	Single	SPV Address Line 3
			_SZSPV- ADDR- LN4_	Single	SPV Address Line 4
			_USERRE F_	Single	SZ User Refer- ence Number
			_SVDATE_	Single	SZ Contract Value Date
			_SBDATE_	Single	SZ Contract Book Date
			_SMDATE _	Single	SZ Contract Maturity Date
			_SPVID_	Single	Special Pur- pose Vehicles ID
			_SPVNAM E_	Single	SPV Name
			_SPOOLA MT_	Single	Securitized Pool Amount
			_SPOOLC CY_	Single	Securitized Pool Currency
			_LNFLAG_	Single	Loan Exists Flag
_LNACCN UM_	Multiple	Underlying Loan's Account Number			

			_LNACUS ERREF_	Multiple	Underlying Loan's User Reference
			_LNAMT_	Multiple	Underlying Loan's Amount
			_LNCCY_	Multiple	Underlying Loan's Loan Currency
			_LNSTATU S_	Multiple	Underlying Loan's Account Status
			_LNDATE_	Multiple	Underlying Loan's Date
			_LNMDAT E_	Multiple	Underlying Loan's Maturity Date
			_LNTENO R_	Multiple	Underlying Loan's Tenor
			_LNBNAM E_	Multiple	Underlying Loan's Bor- rower Name
			_LNBID_	Multiple	Underlying Loan's Bor- rower ID
			_SECLNFL AG_	Single	Loan Exists Flag
			_ACCNUM -	Multiple	Underlying Loan's Account Number
			_AC- USERREF -	Multiple	Underlying Loan's User Reference
			_LOAMT_	Multiple	Underlying Loan's Amount
			_LCCY_	Multiple	Underlying Loan's Loan Currency
			_LSTATUS -	Multiple	Underlying Loan's Account Status
			_LDATE_	Multiple	Underlying Loan's Date

			_MDATE_	Multiple	Underlying Loan's Maturity Date
			_LTENOR_	Multiple	Underlying Loan's Tenor
			_LBNAME_	Multiple	Underlying Loan's Borrower Name
			_LBID_	Multiple	Underlying Loan's Borrower ID
Securitization Contract Buyback Amendment Advice	SZ_BAM D_ADV	SZ_BAMD_ ADV_FMT	_SZBRAN CHDATE_	Single	Securitization Branch Date
			_BRANCH -NAME_	Single	Securitization Branch Name
			_SZSPV- NAME_	Single	SPV Customer Name
			_SZSPV- ADDR- LN1_	Single	SPV Address Line 1
			_SZSPV- ADDR- LN2_	Single	SPV Address Line 2
			_SZSPV- ADDR- LN3_	Single	SPV Address Line 3
			_SZSPV- ADDR- LN4_	Single	SPV Address Line 4
			_USERRE F_	Single	SZ User Reference Number
			_SVDATE_	Single	SZ Contract Value Date
			_SBDATE_	Single	SZ Contract Book Date
			_SMDATE_	Single	SZ Contract Maturity Date
			_SPVID_	Single	Special Purpose Vehicles ID

			_SPVNAME_	Single	SPV Name
			_SPOOLAMT_	Single	Securitized Pool Amount
			_SPOOLCURRENCY_	Single	Securitized Pool Currency
			_LNFLAG_	Single	Loan Exists Flag
			_LNACCOUNT_	Multiple	Underlying Loan's Account Number
			_LNUSERREF_	Multiple	Underlying Loan's User Reference
			_LNAMT_	Multiple	Underlying Loan's Amount
			_LNCCY_	Multiple	Underlying Loan's Loan Currency
			_LNSTATUS_	Multiple	Underlying Loan's Account Status
			_LNDATE_	Multiple	Underlying Loan's Date
			_LNMDATE_	Multiple	Underlying Loan's Maturity Date
			_LNTENOR_	Multiple	Underlying Loan's Tenor
			_LNBNAME_	Multiple	Underlying Loan's Borrower Name
			_LNBID_	Multiple	Underlying Loan's Borrower ID
			_SECLNFLAG_	Single	Loan Exists Flag
			_ACCNUM_	Multiple	Underlying Loan's Account Number
			_ACUSERREF_	Multiple	Underlying Loan's User Reference

			_LOAMT_	Multiple	Underlying Loan's Amount
			_LCCY_	Multiple	Underlying Loan's Loan Currency
			_LSTATUS_	Multiple	Underlying Loan's Account Status
			_LDATE_	Multiple	Underlying Loan's Date
			_MDATE_	Multiple	Underlying Loan's Maturity Date
			_LTENOR_	Multiple	Underlying Loan's Tenor
			_LBNAME_	Multiple	Underlying Loan's Borrower Name
			_LBID_	Multiple	Underlying Loan's Borrower ID
Securitization Contract Maturity Date Amendment Advice	SZ_MAM D_ADV	SZ_MAMD_ADV_FMT	_SZBRANCHDATE_	Single	Securitization Branch Date
			_BRANCH-NAME_	Single	Securitization Branch Name
			_SZSPV-NAME_	Single	SPV Customer Name
			_SZSPV-ADDR-LN1_	Single	SPV Address Line 1
			_SZSPV-ADDR-LN2_	Single	SPV Address Line 2
			_SZSPV-ADDR-LN3_	Single	SPV Address Line 3
			_SZSPV-ADDR-LN4_	Single	SPV Address Line 4

			_USERREF_	Single	SZ User Reference Number
			_SVDATE_	Single	SZ Contract Value Date
			_SBDATE_	Single	SZ Contract Book Date
			_SMDATE_	Single	SZ Contract Maturity Date
			_SPVID_	Single	Special Purpose Vehicles ID
			_SPVNAME_	Single	SPV Name
			_SPOOLAMT_	Single	Securitized Pool Amount
			_SPOOLCURRENCY_	Single	Securitized Pool Currency
			_SECLNFLAG_	Single	Loan Exists Flag
			_ACCNUM_	Multiple	Underlying Loan's Account Number
			_AC-USERREF_	Multiple	Underlying Loan's User Reference
			_LOAMT_	Multiple	Underlying Loan's Amount
			_LCCY_	Multiple	Underlying Loan's Loan Currency
			_LSTATUS_	Multiple	Underlying Loan's Account Status
			_LDATE_	Multiple	Underlying Loan's Date
			_MDATE_	Multiple	Underlying Loan's Maturity Date
			_LTENOR_	Multiple	Underlying Loan's Tenor
			_LBNAME_	Multiple	Underlying Loan's Borrower Name



			_LBID_	Multiple	Underlying Loan's Borrower ID
Securitization Closure Advice	SZ_CLSR_ADV	SZ_CLSR_ADV_FMT	_SZBRANCHDATE_	Single	Securitization Branch Date
			_BRANCHNAME_	Single	Securitization Branch Name
			_SZSPVNAME_	Single	SPV Customer Name
			_SZSPVADDRLN1_	Single	SPV Address Line 1
			_SZSPVADDRLN2_	Single	SPV Address Line 2
			_SZSPVADDRLN3_	Single	SPV Address Line 3
			_SZSPVADDRLN4_	Single	SPV Address Line 4
			_USERREF_	Single	SZ User Reference Number
			_SVDATE_	Single	SZ Contract Value Date
			_SBDATE_	Single	SZ Contract Book Date
			_SMDATE_	Single	SZ Contract Maturity Date
			_SPVID_	Single	Special Purpose Vehicles ID
			_SPVNAME_	Single	SPV Name
			_SPOOLAMT_	Single	Securitized Pool Amount
			_SPOOLCY_	Single	Securitized Pool Currency
			_SALEAMT_	Single	Securitized Pool Sale Amount
_SALECCY_	Single	Securitized Pool Sale Currency			

			_SALE_DATE_	Single	Securitized Pool Sale Date
			_SECLNFLAG_	Single	Loan Exists Flag
			_ACCNUM_	Multiple	Underlying Loan's Account Number
			_AC-USERREF_	Multiple	Underlying Loan's User Reference
			_LOAMT_	Multiple	Underlying Loan's Amount
			_LCCY_	Multiple	Underlying Loan's Loan Currency
			_LSTATUS_	Multiple	Underlying Loan's Account Status
			_LDATE_	Multiple	Underlying Loan's Date
			_MDATE_	Multiple	Underlying Loan's Maturity Date
			_LTENOR_	Multiple	Underlying Loan's Tenor
			_LBNAME_	Multiple	Underlying Loan's Borrower Name
			_LBID_	Multiple	Underlying Loan's Borrower ID
Consolidated Loan Account Amendment Advice	SZ_LAMD_ADV	SZ_LAMD_ADV_FMT	_SZBRANCHDATE_	Single	Securitization Branch Date
			_BRANCH-NAME_	Single	Securitization Branch Name
			_SZSPV-NAME_	Single	SPV Customer Name
			_SZSPV-ADDR-LN1_	Single	SPV Address Line 1

			_SZSPV- ADDR- LN2_	Single	SPV Address Line 2
			_SZSPV- ADDR- LN3_	Single	SPV Address Line 3
			_SZSPV- ADDR- LN4_	Single	SPV Address Line 4
			_USERRE F_	Single	SZ User Refer- ence Number
			_SPVID_	Single	Special Pur- pose Vehicles ID
			_SPVNAM E_	Single	SPV Name
			_SREFNO _	Single	SZ Contract Reference Num- ber
			_DATE_	Single	Underlying Loan's Amend- ment Date
			_LNFLAG_	Single	Loan Exists Flag
			_LNACCN UM_	Multiple	Underlying Loan's Account Number
			_LNACUS ERREF_	Multiple	Underlying Loan's User Reference
			_LNAMT_	Multiple	Underlying Loan's Amount
			_LNCCY_	Multiple	Underlying Loan's Loan Currency
			_LNSTATU S_	Multiple	Underlying Loan's Account Status
			_LNDATE_	Multiple	Underlying Loan's Date
			_LNMDAT E_	Multiple	Underlying Loan's Maturity Date

			_LNTENO R_	Multiple	Underlying Loan's Tenor
			_LNBNAM E_	Multiple	Underlying Loan's Bor- rower Name
			_LNBID_	Multiple	Underlying Loan's Bor- rower ID
			_SECLNFL AG_	Single	Loan Exists Flag
			_ACCNUM -	Multiple	Underlying Loan's Account Number
			_AC- USERREF -	Multiple	Underlying Loan's User Reference
			_LOAMT_	Multiple	Underlying Loan's Amount
			_LCCY_	Multiple	Underlying Loan's Loan Currency
			_LSTATUS -	Multiple	Underlying Loan's Account Status
			_LDATE_	Multiple	Underlying Loan's Date
			_MDATE_	Multiple	Underlying Loan's Maturity Date
			_LTENOR_	Multiple	Underlying Loan's Tenor
			_LBNAME -	Multiple	Underlying Loan's Bor- rower Name
			_LBID_	Multiple	Underlying Loan's Bor- rower ID
Consoli- dated Loan Account Disburse- ment Advice	SZ_LDSB _ADV	SZ_LDSB_ ADV_FMT	_SZBRAN CHDATE_	Single	Securitization Branch Date
			_BRANCH -NAME_	Single	Securitization Branch Name

			_SZSPV- NAME_	Single	SPV Customer Name
			_SZSPV- ADDR- LN1_	Single	SPV Address Line 1
			_SZSPV- ADDR- LN2_	Single	SPV Address Line 2
			_SZSPV- ADDR- LN3_	Single	SPV Address Line 3
			_SZSPV- ADDR- LN4_	Single	SPV Address Line 4
			_USERRE F_	Single	SZ User Refer- ence Number
			_SPVID_	Single	Special Pur- pose Vehicles ID
			_SPVNAM E_	Single	SPV Name
			_SREFNO _	Single	SZ Contract Reference Num- ber
			_DATE_	Single	Underlying Loan's Dis- bursement Date
			_LNFLAG_	Single	Loan Exists Flag
			_LNACCN UM_	Multiple	Underlying Loan's Account Number
			_LNACUS ERREF_	Multiple	Underlying Loan's User Reference
			_LNAMT_	Multiple	Underlying Loan's Amount
			_LNCCY_	Multiple	Underlying Loan's Loan Currency
			_LNSTATU S_	Multiple	Underlying Loan's Account Status

			_LNDATE_ _	Multiple	Underlying Loan's Date
			_LNMDAT E_ _	Multiple	Underlying Loan's Maturity Date
			_LNTENO R_ _	Multiple	Underlying Loan's Tenor
			_LNBNAM E_ _	Multiple	Underlying Loan's Bor- rower Name
			_LNBID_ _	Multiple	Underlying Loan's Bor- rower ID
			_SECLNFL AG_ _	Single	Loan Exists Flag
			_ACCNUM _	Multiple	Underlying Loan's Account Number
			_AC- USERREF _	Multiple	Underlying Loan's User Reference
			_LOAMT_ _	Multiple	Underlying Loan's Amount
			_LCCY_ _	Multiple	Underlying Loan's Loan Currency
			_LSTATUS _	Multiple	Underlying Loan's Account Status
			_LDATE_ _	Multiple	Underlying Loan's Date
			_MDATE_ _	Multiple	Underlying Loan's Maturity Date
			_LTENOR_ _	Multiple	Underlying Loan's Tenor
			_LBNAME _	Multiple	Underlying Loan's Bor- rower Name
			_LBID_ _	Multiple	Underlying Loan's Bor- rower ID

Consolidated Loan Account pre-payment Advice	SZ_PPAY_ADV	SZ_PPAY_A DV_FMT	_SZBRAN CHDATE_	Single	Securitization Branch Date
			_BRANCH -NAME_	Single	Securitization Branch Name
			_SZSPV- NAME_	Single	SPV Customer Name
			_SZSPV- ADDR- LN1_	Single	SPV Address Line 1
			_SZSPV- ADDR- LN2_	Single	SPV Address Line 2
			_SZSPV- ADDR- LN3_	Single	SPV Address Line 3
			_SZSPV- ADDR- LN4_	Single	SPV Address Line 4
			_USERRE F_	Single	SZ User Refer- ence Number
			_SPVID_	Single	Special Pur- pose Vehicles ID
			_SPVNAM E_	Single	SPV Name
			_SREFNO -	Single	SZ Contract Reference Num- ber
			_DATE_	Single	Underlying Loan's Pre-Pay- ment Date
			_LNFLAG_	Single	Loan Exists Flag
			_LNACCN UM_	Multiple	Underlying Loan's Account Number
			_LNACUS ERREF_	Multiple	Underlying Loan's User Reference
_LNAMT_	Multiple	Underlying Loan's Amount			

			_LNCCY_	Multiple	Underlying Loan's Loan Currency
			_LNSTATU S_	Multiple	Underlying Loan's Account Status
			_LNDATE_	Multiple	Underlying Loan's Date
			_LNMDAT E_	Multiple	Underlying Loan's Maturity Date
			_LNTENO R_	Multiple	Underlying Loan's Tenor
			_LNBNAM E_	Multiple	Underlying Loan's Borrower Name
			_LNBID_	Multiple	Underlying Loan's Borrower ID
			_SECLNFL AG_	Single	Loan Exists Flag
			_ACCNUM -	Multiple	Underlying Loan's Account Number
			_AC- USERREF -	Multiple	Underlying Loan's User Reference
			_LOAMT_	Multiple	Underlying Loan's Amount
			_LCCY_	Multiple	Underlying Loan's Loan Currency
			_LSTATUS -	Multiple	Underlying Loan's Account Status
			_LDATE_	Multiple	Underlying Loan's Date
			_MDATE_	Multiple	Underlying Loan's Maturity Date
			_LTENOR_	Multiple	Underlying Loan's Tenor



			_LBNAME _	Multiple	Underlying Loan's Borrower Name
			_LBID_	Multiple	Underlying Loan's Borrower ID
Securitization contract Payment Advice	SZ_PMNT_ADV	SZ_PMNT_ADV_FMT	_SZBRANCHDATE_	Single	Securitization Branch Date
			_BRANCHNAME_	Single	Securitization Branch Name
			_SZSPVNAME_	Single	SPV Customer Name
			_SZSPVADDRLN1_	Single	SPV Address Line 1
			_SZSPVADDRLN2_	Single	SPV Address Line 2
			_SZSPVADDRLN3_	Single	SPV Address Line 3
			_SZSPVADDRLN4_	Single	SPV Address Line 4
			_USERREF_	Single	SZ User Reference Number
			_SVDATE_	Single	SZ Contract Value Date
			_SBDATE_	Single	SZ Contract Book Date
			_SMDATE_	Single	SZ Contract Maturity Date
			_SPVID_	Single	Special Purpose Vehicle ID
			_SPVNAME_	Single	SPV Name
			_PMNTFLAG_	Single	Payment Exists Flag
			_PAYAMT_	Single	Securitization Contract Payment Amount

			_PAYCCY_	Single	Securitization Contract Payment Currency
			_PAYDATE_	Single	Securitization Contract Payment Date

The table below describes the generation time and supported tag of the advices and its corresponding event:

Advice Name	Event	Generation Time	Supported tags
Securitization Book Advice	BOOK	Authorize	SZ_ADV_FMT
Securitization Init Advice	INIT	Authorize	SZ_ADV_FMT
Securitization contract Amendment Advice	AMND	Authorize	SZ_AMD_ADV
Sale Advice	SAMD	Authorize	SZ_AMD_ADV
Buyback Advice	BAMD	Authorize	SZ_AMD_ADV
Payment Advice	LIQD	Authorize	SZ_PMNT_ADV
Closure Advice (Manual closure)	CLOS	Authorize	SZ_CLSR_ADV
Consolidated Loan Amendment statement	LAMD	EOD	SZ_LAMD_ADV
Consolidated Loan Disbursement Request	LDBR	EOD	SZ_LDSB_ADV
Consolidated Loan Pre-payments received	LPMT	EOD	SZ_PPAY_ADV

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## 9. Function ID Glossary

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SZDFRMNT .....	3-1	SZRDSBDT .....	7-7
SZDPRMNT .....	4-1	SZRODYPT .....	7-5
SZDPYMNT .....	5-24	SZRPLACR .....	7-8
SZDTRAUT .....	5-22	SZRPOACC .....	7-1
SZDTRONL .....	5-7	SZRPOHIS .....	7-2
SZRCLHIS .....	7-9	SZRSPVPY .....	7-4
		SZSFRMNT .....	3-3

