Oracle FLEXCUBE Core Banking

Non Performing Asset Management User Manual Release 5.2.0.0.0

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FLEXCUBE Core Banking Non Performing Asset Management User Manual March 2016

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Preface

1.1. Intended Audience

This document is intended for the following audience:

- Customers
- Partners

1.2. 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.

1.3. Access to OFSS Support

https://support.us.oracle.com

1.4. Structure

This manual is organized into the following categories:

Preface gives information on the intended audience. It also describes the overall structure of the User Manual

Chapters are dedicated to individual transactions and its details, covered in the User Manual



1.5. Related Information Sources

For more information on Oracle FLEXCUBE Core Banking Release 5.2.0.0.0, refer to the following documents:

Oracle FLEXCUBE Core Banking Licensing Guide



AC001 - Account Classification Preferences

Using this option you can view and modify the account level asset classification preferences with respect to CRR movement, provisioning and claw-back. The parameters displayed here are defaulted from the product at the time of account opening.

You can also provide a validity period for excluding accounts from the CRR equalization process and after the end of the validity period; the account will be included in the CRR equalization process.

Definition Prerequisites

- 8051 CASA Account Opening
- LN057 Loan Direct Account Opening
- LNM11 Product Master Maintenances

Modes Available

Modify, Delete, Cancel, Amend, Authorize, Inquiry. For more information on the procedures of every mode, refer to **Standard Maintenance Procedures**.

To modify the account classification preferences details

- Type the fast path AC001 and click Go or navigate through the menus to Transaction Processing > Internal Transactions > Classification > Account Classification Preferences.
- 2. The system displays the Account Classification Preferences screen.



Account Classification Preferences

Account Classification Preferences	*			🚳 🚺 🗵
Account Number:	0	ustomer Name:		
Branch:	Pr	oduct:	×	
Currency:				
Forward Movement:	Reverse Movement:	Reverse Movement Control F	lag:	
Change Override Dates:	Override Start Date: 01/01/1800	Override End Date:	01/01/1800	
Exclude From CRR Equalization:	Exclusion Start Date: 01/01/1800	Exclusion End Date:	01/01/1800	
Linked To Customer:	01/01/1000	1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	01/01/1800	
Provisioning				
Provisioning:	GL Enteries for Provisioning	•		
- Claw-back				
Claw-back Option:	~			
Arrears to Claw-back				
Interest Arrears	Penalty Arrears	Other Arrears	Compounding Interest Arrears	
Post Maturity Interest Arrears	SC/Fee Arrears	Diverting Interest Arrears		
P				
Kemarks:				
Record Details				
Input By	Authorized By	Last Mnt. Date	Last Mnt. Action	Authorized
Add By Copy Add O Modify	Delete 🔿 Cancel 🔿 Amend 🔿 Auth	orize 💿 Inquiry	UDF Ok	Close Clear

Field Name	Description					
Account Number	[Mandatory, Numeric, 16]					
	Type the account number of the customer for which the CRR is to be inquired/ modified.					
	It could be a CASA account or a loan account.					
Customer Name	[Display]					
	This field displays the short name of the primary customer as entered in the Customer Addition (Fast Path: 8053) option.					
Branch	[Display]					
	This field displays the name of the home branch where the account was opened.					
Product	[Display]					
	This field displays the product code and name, under which the account was opened.					
	The product code is a unique number across all the modules that can identify an authorised and valid product.					



Field Name	Description					
Currency	[Display]					
	This field displays the account currency derived from the product, under which the account was opened.					
Movement						
Forward Movement	[Optional, Drop-Down]					
	Select the forward movement from the drop-down list.					
	The forward movement refers to movement from performing asset to Non Performing Asset.					
	The options are:					
	No Tracking					
	Automatic					
	Semi-Automatic					
	Manual					
Reverse Movement	[Conditional, Drop-Down]					
	Select the reverse movement from the drop-down list.					
	The reverse movement refers to backward movement from NPA to Performing asset.					
	The options are:					
	No Tracking					
	Automatic					
	Semi-Automatic					
	Manual					
	This field is enabled only if the Automatic option is selected in the Forward Movement field.					



Field Name	Description				
Reverse Movement	[Conditional, Drop-Down]				
Control Flag	Select the appropriate reverse movement control flag from the drop-down list.				
	The Reverse Movement Control Flag will determine whether the reverse movement happens only on payment of all the arrears (dues) by the borrower, or there can be movement if sufficient payment has been made to move the account to next best CRR.				
	This field is disabled if the No Tracking option is selected in the Forward Movement field.				
	The options are:				
	None				
	• Realization of all dues - If this option is selected, the system will not move the account to a better CRR unless all the arrears are paid off. This validation will be enforced even in a manual movement scenario.				
	 Classification Plan - If this option is selected, the system will move the account to the CRR category in which the account falls based on the classification rules. 				
	For example:				
	Assume a rule where an account is classified as 'Substandard' if it has arrears more than 30 days old and 'Doubtful' if it has arrears more than 60 days old.				
	In such a scenario, if there is an account with two arrears aged 45 days and 90 days respectively. This account should be classified as 'Doubtful' according to the above rule. Now assume that the arrear aged 60 days has been paid off. The reclassification of the account will be based on the above flag.				
	If the flag is 'Realization of all dues', the account will continue to remain 'Doubtful' as the account still has an arrear and all arrears have not been paid.				
	If the flag is 'Classification Rules', the account will be re-classified as 'Substandard' as according to the classification rule an account with dues more than 30 days and less than 60 days old should be classified as 'Substandard'.				
Change Override	[Conditional, Check Box]				
dates	Select the Change Override dates check box if the override period for the customer account is to be maintained.				
	This field is enabled only if the Semi-Automatic option is selected from the Forward Movement and Reverse Movement field.				



Field Name	Description					
Override start date	[Conditional, Pick List, dd/mm/yyyy]					
	Select the start date from which the override rate or the modified account level LLP rate is applicable to the account from the pick list.					
	The start date should be greater than or equal to the current date.					
	This field is enabled only if the Change Override dates check box is selected.					
Override end date	[Conditional, Pick List, dd/mm/yyyy]					
	Select the end date up to which override rate or the modified account level LLP rate is applicable to the account from the pick list.					
	The end date should be greater than the override start date.					
	This field is enabled only if the Change Override dates check box is selected.					
Exclude from CRR	[Optional_Check Box]					
Equalization	Select the Exclude from CRR Equalization check box to maintain the exclusion period for the customer account.					
Exclusion Start	[Conditional, Pick List, dd/mm/yyyy]					
Date	Select the start date from which the account will be excluded from CRR equalization process from the pick list.					
	The start date should be greater than or equal to the current date.					
	This field is enabled only if the Exclude from Equalization check box is selected.					
Exclusion End	[Conditional, Pick List, dd/mm/yyyy]					
Date	Select the end date up to which the account will be excluded from CRR equalization process from the pick list.					
	If the end date has expired, the system will automatically remove the validity from the account and user can add new validity period.					
	The end date should be greater than the exclusion start date.					
	Using the Modify mode, the user can modify this date, if the current process date is less than the end date.					
	This field is enabled only if the Exclude from Equalization check box is selected.					



Field Name	Description					
Linked to	[Optional, Check Box]					
Customer	Select the Linked to Customer check box if the account can affect or can be affected by the Customer CRR movement.					
	If the check box is selected, then CRR of this account is used to arrive at the Customer CRR, and also the account CRR moves along with Customer CRR.					
	If the check box is not selected, then neither this account is considered for arriving at the Customer CRR nor is this account affected by the Customer CRR movement.					
	In case of a customer CRR tracking scenario the account will be opened by default as linked to the customer. The user has an option of delinking this account from the customer for the purpose of classification by clearing the check box.					
	In case of an account tracking scenario this check-box is cleared at the time of account opening and cannot be ticked.					
Provisioning						
Provisioning	[Optional, Drop-Down]					
	Select the type of provisioning from the drop-down list.					
	The options are:					
	No tracking					
	Manual					
	Automatic					
	The Provisioning flag will determine whether the Provisioning will be Automatic or Manual. If it is set to be 'Automatic', the system will calculate and store the provision at the frequency set in the Provisioning Frequency parameter.					
	This flag, however, will not mean that the system passes the GL entries for the provision amount. Automatic Provision will just ensure calculation of provision. In case of 'Manual' provision, the system will not do any calculation of provision on a periodic basis but the user will have the option to maintain any provision amount against the account/accounts under products where the provisioning is set as Manual.					



Field Name	Description					
GL Entries for	[Conditional, Drop-Down]					
Provisioning	Select the appropriate GL entries for provisioning parameter from the drop-down list.					
	The options are:					
	• Yes					
	• No					
	The 'GL entries for Provision' parameter will be the deciding factor for provisioning entries in either scenario, Automatic or Manual.					
	If the GL entries flag is 'Yes', the system will automatically pass the GL entries for the provision being made either by the system or by the user.					
	This field is disabled if the No Tracking option is selected in the Provisioning field.					
Claw-back						
Claw-back Option	[Mandatory, Drop-Down]					
	Select the appropriate claw back option from the drop-down list.					
	The options are:					
	No Clawback					
	All outstandings					
	Current Financial Year					
	The NPL Claw-back parameter will determine whether the unrealized arrears should be moved to suspended buckets or not. At the same time, this parameter also decides whether to recover all arrears, or only those that have been raised during the current financial year.					



Fie	eld Name	Description					
Ar	rears to Claw-	[Conditional, Check Box]					
ba	ck	Select the appropriate check boxes to determine the arrears to be claw-backed on classification of an account as Suspended.					
		These fields are disabled if the No Clawback option is selected from the Claw-back Option field.					
		The list of arrears which can be claw-backed are:					
		Interest Arrears					
		Penalty Arrears					
		Other Arrears					
		Compounding Interest Arrears					
		Post Maturity Interest Arrears					
		SC/Fee Arrears					
		Diverting Interest Arrears					
		For example: If only the 'Interest Arrears' check box is selected, then the past due period of interest arrears will only be claw- backed.					
		Similarly, if all the types of arrears check boxes are selected, then the past due period of all types of arrears will be considered for claw-back.					
		Note: 'Other Arrears' include 'Premium', 'Legal Fees' and 'Outgoing Arrears'.					
3.	Click the Modify b	y button.					
4.	Enter the account	Enter the account number and press the <tab></tab> key.					
5.	Enter the moveme	Enter the movement, provisioning, and arrears to claw back details.					



Account Classification Preferences

Account Classification Preference	s*					🚳 🔽 💌
Account Number: 0198010500	005322	Customer Name: IOAI	AN TEST			
Branch: 9999		Product: 700	025-Miscellaneous Products 😒			
Currency:	*					
Forward Movement: Manual	Reverse Movement: Manual	Reverse M	Movement Control Flag: Classification Plan	*		
Change Override Dates:	Override Start Date: 01/01/18	00 Override E	End Date: 01/01/1800			
Exclude From CRR Equalization:	Exclusion Start Date: 01/01/18	DO Exclusion I	End Date: 01/01/1800			
Linked To Customer:			01/01/2000			
Provisioning						
Provisioning: Automatic	GL Enteries for Provisio	ning: Yes 🔽				
Claw-back						
Claw-back Option: All Outstanding	~					
Arrears to Claw-back	Penalty Arrears	Other Arrears	Compounding Interest Arrea	ns 🖂		
Post Maturity Interest Arrears	SC/Fee Arrears	Diverting Interest Arre	rears V	-		
Remarks:						
- Record Datails						
Input By	Authorized By	Last Mnt. Date	Last Mnt. Actio	m		Authorized
SYSTEM	SYSTEM	20/09/2011 00:0	00:00 Authorize			V
Add By Copy Add 📀 Modify	O Delete O Cancel O Amend O	Authorize 🔘 Inquiry		UDF	Ok C	lose Clear

- 6. Click the **OK** button.
- 7. The system displays message "Record Modified...Authorisation Pending...Click Ok to Continue". Click the **OK** button.
- 8. The account classification preferences details are modified once the record is authorised.



AC002 - CRR Enquiry

FLEXCUBE enables classification of an account into one of the Credit Risk Ratings depending upon the performance of the asset. The record with the lowest CRR Code (numeric value) will be treated as the best category, and the one with the highest CRR code as the worst.

Using this option you can inquire about CRR movement, and view the CRR Movement history. The system provides information on present CRR, new CRR, the reason for the movement, accrual status, etc.

Definition Prerequisites

- 8051 CASA Account Opening
- AC001 Account Classification Preferences
- LN057 Loan Direct Account Opening
- SMM06 Template Access Rights Maintenance

Modes Available

Not Applicable

To maintain account classification

- 1. Type the fast path AC002 and click Go or navigate through the menus to Transaction Processing > Internal Transactions > Classification > CRR Enquiry.
- 2. The system displays the CRR Enquiry screen.



CRR Enquiry

CRR Enquiry*	r.									췒 🚺 🗵
Search Crite Ouston Accoun	ria: ner: nt Number:		▼ Sear	ch String :						
Customer ID : Customer ID :	formation		Cust	omer IC : e Branch :		C	ustomer Name :			
Account CRR	Account Details	CRR History CRR	Movement							
Account Numb	er Present (CRR Expecte	ed CRR Accrua	al Status 💦 Ne	ew CRR N	ew Accrual Status	Recalled	Account Status		Linked To Customer
4										•
Card	Change Pin	Cheque	Cost Rate	Denomination	Instrument	Inventory	Pin Validation	Service Charge	Signature	Travellers Cheque
								UDF	OK	Close Clear

Field Name	Description					
Search Criteria						
Customer	[Optional, Radio Button, Drop-Down]					
	Click Customer to view CRR details for a particular customer.					
	Select the search criteria to search for the customer from the drop-down list.					
	The options are:					
	Customer short name: Short name of the customer.					
	 Customer IC: Identification criteria arrived at by the bank during customer addition. 					
	Customer ID: Unique identification given by the bank.					



Field Name	Description
Search String	[Conditional, Alphanumeric, 20]
	Type the search string, to search for a customer, corresponding to the criteria selected in the Customer drop-down list.
	If the search criterion is specified as customers' short name or Customer IC then any of the letter(s) of the short name or IC can be entered. The system displays the pick list of all those customers having those letters in their respective criteria. Select the appropriate customer from the existing customer list.
	For example, The customer's short name is George Abraham. One can search the above customer by entering Geo in the Search String field.
Account Number	[Optional, Radio Button]
	Click Account number to view CRR details for a particular account number.
Customer Informati	on
Customer ID	[Display]
	This field displays the ID of the customer.
	A customer ID is an identification number, generated by the system after customer addition is completed successfully. This running number, unique to a customer across the system, is generated after the system has identified the Customer IC and Customer Category combination to be non-existent in the system. This ID is used for searching and tracking the customer in the system.
	The ID should be such that it is in conjunction with the customer Type and can determine if the customer is an existing customer.
	A social security number, passport number can be used.
Customer IC	[Display]
	This field displays the identification code of the customer.
	A customer IC along with customer type is a unique method of customer identification across the bank (covering all branches). Based on the combination, the system can identify the customer as an existing customer even when the customer opens a new account in another branch. A social security number, passport number, birth certificate or corporate registration can be used as a customer IC.
	The IC should be such that it is in conjunction with the customer Type and can determine if the customer is an existing customer.
	A social security number, passport number can be used.
Customer Name	[Display]
	This field displays the name of the customer.



Field Name	Description
Customer CRR	[Display]
	This field displays the customer CRR.
	The customer will be assigned the worst CRR of all the accounts, and all the accounts will follow the customers CRR.
Home Branch	[Display]
	This field displays the name of the home branch where the CASA account / loan account is maintained.
3. To search base the drop-down	ed on customer, select the customer radio button and search criteria from list.

- 4. Type the search string and press the **<Tab>** key.
- 5. Select the customer from the pick list.
- 6. To search based on account, select the account number radio button.
- 7. Enter the account number and press the **<Tab>** key. The system displays the **Account CRR** tab.

Account CRR

CRR Enquiry*									🇞 🚺 💌
Search Criteri Custome Account	a: r: Number: 06	039050000104	Search String :						
Customer ID :	603905		Customer IC :	123456		Customer Name :	NELSON DSOUZ	A	
Customer CRR:	51 - Doubt	ful 1	Home Branch :	Bank Hous	e		L		
Account CRR AG	count Details CRP	R History CRR Moven	nent						
Account Number	Present CRF	Expected CRR	Accrual Status	New CRR	New Accrual Status	Recalled	Account Status	Lin	ked To Customer
06039050000104	51:51 - Doubtfu	1 10:10 - Standard	Suspended	51:51 - Doubtful 1	Suspended	N Accour	nt Open	Y	
4									•
Card	Change Pin	Cheque	Cost Rate Denom	ination Instrum	nent Inventory	Pin Validation	Service Charge	Signature	Travellers Cheque
							UDF	OK	Close Clear



Field Description

Column Name	Description						
Account	[Display]						
Number	This column displays all the account numbers of the customer, in case of Customer Based Search criterion.						
	In case of Account based search, only that account number mentioned in the search criterion is displayed.						
Present CRR	[Display]						
	This column displays the current CRR of the account.						
	If the CRR movement is automatic, then the system will display the account CRR as of the last classification frequency.						
	If the CRR movement is manual, then the last CRR recorded by the user will be displayed.						
Expected	[Display]						
CRR	This column displays the expected account CRR as of current date based on the classification plan attached to the account.						
	In case of a manual CRR movement, the expected CRR helps the user to compare and maintain the account CRR.						
Accrual	[Display]						
Status	This column displays the current accrual status of the account.						
New CRR	[Display]						
	This column displays the new CRR value for each account of the customer, if any change has been done by the user.						
New Accrual	[Display]						
Status	This column displays the new accrual status for each account of the customer, based on the new CRR.						
Recalled	[Display]						
	This column displays the recalled status of the account. N indicates that the account is not recalled, and Y indicates that the account is recalled.						
Account	[Display]						
Status	This column displays the status of the account.						
	The account status is displayed as Account Closed for both the cases of the account getting closed (normal or EFS) and a written off account will be marked as recovered.						
Linked to	[Display]						
Customer	This column displays whether the movements in this account will also affect the customer CRR.						

8. Click the details in the **Account CRR** tab to activate the other tabs.



Account Details

CRR Enquiry*	ĸ										췒 📔 🗵
Search Crite Custon Account	ria: ner: nt Number:	06039050000104	Searc	th String :							
Customer ID : Customer CRR:	603905 51 - D	5 oubtful 1	Custo	omer IC : Branch :	123456 Bank House	C	ustomer Name :	NELSON DSOUZ#	4		
Account CRR	Account Details	CRR History CRR M	lovement								
CRR Deta Account Nur Present CRF	nils mber: R:	06039050000104 51:51 - Doubtful 1		Reca	lled Account val Status :	Suspended	l Date Of Classificat	tion : 18/03/2008			
- Loan Acc Sanctioned . Disbursed A Outstanding Principal Arr Interest Arr Other Arrea Min Amount	ount Details - Amount :			CAS Limit/ Collal Book Curre Inter Othe	A Account Dete Drawing Power : Drawing Power : Balance : Balance : Int Balance : est Arrears : r Arrears :		0.00				
											▼
Card	Change Pin	Cheque	Cost Rate	Denomination	Instrument	Inventory	Pin Validation	Service Charge	Signature	Trave	lers Cheque
								UDF	OK	⊂lose	⊂lear

Field Description

Field Name	Description
CRR Details	
Account Number	[Display]
	This field displays all the account numbers of the customer, in case of Customer Based Search criterion.
	In case of Account based search, only that account number mentioned in the search criterion is displayed.
Recalled Account	[Optional, Check Box]
	Select the Recalled Account check box if the account can been recalled.

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Field Name	Description
Actual Date of Classification	[Display] This field displays the date on which asset classification criteria for movement from Normal to Suspended was satisfied. Example: An account has satisfied DPD criteria for forward movement to NPA on 15/06/2009. However the Classification frequency is monthly and account gets classified as suspended on the month end. However, the account classification date shows 30/06/2009 where as it has turned NPA on 15/06/2009. The system will show the date as 15/06/2009 in this field.
Present CRR	[Display] This field displays the current CRR of the account.
Accrual Status	[Display] This field displays the current accrual status of the account.
Loan Account Details	5
Sanctioned Amount	[Display] This field displays the sanctioned amount corresponding to the loan account.
Disbursed Amount	[Display] This field displays the total disbursed amount corresponding to the loan account.
Outstanding Bal.	[Display] This field displays the current outstanding balance corresponding to the loan account.
Principal Arrears	[Display] This field displays the principal arrears on the loan account.
Interest Arrears	[Display] This field displays the interest arrears on the loan account.
Other Arrears	[Display] This field displays the sum of all the other arrears on the loan account. Other Arrears include Premium, Legal Fees and Outgoing Arrears.
Min Amount Due	[Display] This field displays the total MAD for the revolving loan accounts.
CASA Account Detai	ls
Limit/Drawing Power	[Display] This field displays the sanctioned limit or the drawing power





Field Name	Description
Collateral Available	[Display] This field displays the collateral security amount corresponding to the account.
Book Balance	[Display] This field displays the book balance of the CASA account.
Current Balance	[Display] This field displays the current balance of the account.
Interest Arrears	[Display] This field displays the interest arrears.
Other Arrears	[Display] This field displays the sum of all the other arrears on the loan account. Other Arrears include Premium, Legal Fees and Outgoing Arrears.

CRR History

CRR Enquiry	F									🇞 🔽 🐱
- Search Crite Custor Accour	ria: ner: nt Number:	0603905000	00104	Search String :						
Customer ID : Customer ID :	formation 60390 : 51 - E	5 Ioubtful 1		Customer IC : Home Branch :	123456 Bank House		Customer Name :	NELSON DSOU	ZA	
Account CRR	Account Details	CRR History	CRR Movemen	t						
Account Numb	oer: 0603	9050000104	Prese	nt CRR : 51	:51 - Doubtful 1	Accrual Sta	atus : Susp	ended 😽		
Date 20071130000	Previ	ous CRR	New CRR D:10 - Standard	Rea:	son	Initiated By TDEVIDEA	Authorized By TDEVIDEA	_		
20080229000	10:10 - 10:10 - 1	standard 5	1:51 - Doubtful 1	EQUALIZATION BY 06	5039050000011	SYSTEM	SYSTEM			
L]
Card	Change Pin	Chequ	Je Cost I	Rate Denominati	on Instrumer	it Inventory	Pin Validatio	n Service Charge	Signature	Travellers Cheque
								UDF	ОК	Close Clear



Field Description

Field Name	Description
Account Number	[Display] This field displays the account numbers. In case of Customer Based Search criterion, all the account number of that customer is displayed in this column. In case of Account based search, only that account number mentioned in the search criterion.
Present CRR	[Display] This field displays the current CRR of the account.
Accrual Status	[Display] This field displays the current accrual status of the account.
Column Name	Description
Date	[Display] This column displays the date of updating the classification.
Previous CRR	[Display] This column displays the CRR of the account prior to change on the corresponding date.
New CRR	[Display] This column displays the new CRR of the new account on the corresponding date.
Reason	[Display] This column displays the reason for which the CRR was changed. If the CRR is changed due to the CRR of FCC, then this field will display the reason as FCC-CIF Equalization .
Initiated By	[Display] This column displays the user, who has initiated the CRR movement against each movement.
Authorized By	[Display] This column displays the user who authorised the transaction performed by the initiator.

CRR Movement

The details in this tab can be modified based on teller rights. These rights are provided using the **Template Access Rights Maintenance** (Fast Path: SMM06) option.



CRR Enquiry	*									🚳 👔 🗵
- Search Crite	eria : mer : nt Number :	06039050000104	✓ Search	String :						
Customer ID Customer ID : Customer CRF	nformation60390 د: 51 - ۲ Account Details	5 Doubtful 1	Custon Home E R Movement	ner I⊂ : Branch :	123456 Bank House		Customer Name :	NELSON DSOU	ZA	
CRR Detail Account Num Present CRR Movement : Recall Account Forward Mov	Is ber : 0603 : 51:5 Forv at ement : Auto	i9050000104 1 - Doubtful 1 vard ♥ matic		Accrual Expecte New CR Linked T Reverse	Status : d CR I : R : o Customer Movement :	Suspended				
Card	Change Pin	Cheque	Cost Rate	Denomination	Instrument	Inventory	Pin Validation	Service Charge	Signature	Travellers Cheque
								UDP	UN	Close Clear

Field Name	Description
CRR Details	
Account Number	[Display]
	This field displays the account numbers.
	In case of Customer Based Search criterion, all the account number of that customer is displayed in this column.
	In case of Account based search, only that account number mentioned in the search criterion.
Accrual Status	[Display]
	This field displays the current accrual status of the account.
Present CRR	[Display]
	This field displays the current CRR of the account.
Expected CRR	[Display]
	This field displays the expected account CRR as of current date based on the classification plan attached to the account.
	In case of a manual CRR movement, the expected CRR helps the user to compare and maintain the account CRR.



Field Name	Description
Movement	[Mandatory, Drop-Down]
	Select the type of movement depending upon the new CRR category from the drop-down list.
	The options are:
	Forward
	Reverse
New CRR	[Mandatory, Pick List]
	Select the new CRR value based on the selection from the pick list.
Recall Account	[Conditional, Check Box]
	Select the Recall Account check box to mark an account as recalled.
Linked to	[Optional, Check Box]
Customer	Select the Linked to Customer check box This field displays whether an account can affect or can be affected by the Customer CRR movement.
Forward Movement	[Display]
	This field displays whether the forward movement is automatic, manual, or there is no tracking.
Reverse Movement	[Display]
	This field displays whether the reverse movement is automatic, manual, or there is no tracking.
9. Enter the relevant	information in the CRR Movement tab.

- 10. Click the **Ok** button.
- 11. The system displays the message "Authorisation required. Do You Want to continue?". Click the **Ok** button.
- 12. The system displays the Authorization Reason screen.
- 13. Enter the required information and click the **Ok** button.
- 14. The system displays the message "Record Authorised....Click Ok to Continue". Click the **Ok** button.



AC003 - Account Provision

Using this option you can view the provisioning details of an account along with the history of provisioning. You can also maintain manual provision, for the accounts where the provisioning parameter is set to manual provisioning.

Definition Prerequisites

- 8051 CASA Account Opening
- LN057 Loan Direct Account Opening
- AC001 Account Classification Preferences

Modes Available

Not Applicable

To maintain account provision

- 1. Type the fast path AC003 and click Go or navigate through the menus to Transaction Processing > Internal Transactions > Classification > Account Provision.
- 2. The system displays the **Account Provision** screen.

Account Provision

				al 🛛 🕹 🖓
Customer Based Se	arch			
Search Criteria :	Customer Short Name	Search String :		
Customer IC:		Customer Id:	Home Branch:	
Customer Full Name	**	Customer CRR :		
Account Based Sea	irch			
Account Number :				
		Customer CRR :		
Customer Id:		Home Branch:		
Accounts Provision I	History Provision Adjustmen			
Account bla Duine D	at Deduction Amount Patance D	as sont CDD Expected Depuision & sound Depuision & sounds	d Duquisian Heav Duquisian Account Status	
Piccourt (10) Pinte Di	an person remound parameters	reserve er sal capec de a rission (seconde rission) seconde	a Provision[over Provision]Precount Status]	
				Clase



Field Name	Description						
Customer Ba	Customer Based Search						
Search Criteria	[Mandatory, Drop-Down] Select the search criteria to search for the customer from the drop-down list.						
	The options are:						
	Customer short name: The short name of the customer.						
	 Customer IC: Identification criteria arrived at by the bank during customer addition. 						
	Customer ID: Unique identification given by the bank.						
Search	[Conditional, Alphanumeric, 20]						
String	Type the search string, to search for a customer, corresponding to the search criteria selected in the Search Criteria field.						
	If the search criterion is specified as customers' short name or Customer IC then any of the letter(s) of the letter of the short name or IC can be entered. The system displays the pick list of all those customers having those letters in their respective criteria. Choose the appropriate customer from the existing customer list.						
	For example, The customer's short name is George Abraham. One can search the above customer by entering Geo in the Search String field.						
Customer	[Display]						
IC	This field displays the identification code of the customer.						
	A customer IC along with customer type is a unique method of customer identification across the bank (covering all branches). Based on the combination, the system can identify the customer as an existing customer even when the customer opens a new account in another branch. A social security number, passport number, birth certificate or corporate registration can be used as a customer IC.						
Customer	[Display]						
ld	This field displays the ID of the customer.						
	A customer ID is an identification number, generated by the system after customer addition is completed successfully. This running number, unique to a customer across the system, is generated after the system has identified the Customer IC and Customer Category combination to be non- existent in the system. This ID is used for searching and tracking the customer in the system.						
	A social security number, passport number can be used.						
Home	[Display]						
Branch	This field displays the name of the home branch where the customer's account is maintained.						



Field Name	Description				
Customer Full Name	[Display] This field displays the full name of the customer.				
Customer CRR	[Display] This field displays the customer CRR. The customer will be assigned the worst CRR of all the accounts, and all the accounts will follow the customer's CRR.				
Account Bas	ed Search				
Account Number	[Mandatory, Numeric, 16] Type the account number of the customer for which the CRR is to be inquired. It could be a CASA account or a loan account.				
Customer CRR	[Display] This field displays the customer CRR. The customer will be assigned the worst CRR of all the accounts, but all the accounts of the customer will have respective CRR.				
Customer Id	[Display] This field displays the customer ID.				
Home Branch	[Display] This field displays the name of the home branch where the CASA account / loan account is maintained.				
 To search Type the Select the 	n based on customer, select the search criteria from the drop-down list. search string in Customer Based Search section and press the <tab></tab> key. e customer from the pick list.				

5. To search based on account, type the account number in **Account Based Search** section and press the **<Tab>** key.



Account Provision

	🚳 🛛 🗵
Customer Based Search	
Search Stritena : Uustomer Short Name Search String : George	
Customer IC: GEORGEHARR Customer Id: 600974 Home Branch: 9999	
Customer Full Name: GEORGE HARRISON Customer CRR : 51. MACET	
Account Based Search	
Account Number :	
Customer CRR :	
Customer Id: Home Branch:	
Accounts Provision History Provision Adjustment	
Account No. Princ. Bal. Deduction Amount Balance Present CRR. Expected Provision Account Provision Accounted Provision User Provision	Account Status
000000016816 25,300.00 0.00 25,300.00 51:51. MACET 20,240.00 0.00 0.00 0.00) 8:Open Regular

6. The system displays the **Accounts** tab.



Accounts

2								
ustomer Based Sea	Customer Short Nam	10	Search Strip	g : George				
urtomer IC:	GEORGEHARR		Customer Is	600974	Home Br	och: 9999		
ustomer Full Name:	GEORGE HARRISC	219	Customer C	RR : 51. MACEL				
ccount Based Sear	rch	1						
count number :								
			Custome	r CRR :				
ustomer Id:	I		Home Br	anch:				
counts Provision H	listory Provision Ad	djustment						
Account No. Prin	nc. Bal. Deduction	Amount Balanc	e Present CRR. Exp	ected Provision Account	nt Provision Accour	ted Provision Use	r Provision Account Statu	
000000016816 25,	,300.00	0.00 25,300.	00 51:51. MACET	20,240.00	0.00	0.00	0.00 S:Open Regula	rl

Column Name	Description
Account No.	[Display]
	This column displays all the account numbers of the customer, in case of Customer Based Search criterion.
	In case of Account based search, only that account number mentioned in the search criterion is displayed.
Princ. Bal.	[Display]
	This column displays the outstanding principal balance.
Deduction Amount	[Display]
	This column displays the total amount that is deducted as per the last collateral valuation.
Balance	[Display]
	This column displays the balance.
Present CRR.	[Display]
	This column displays the current CRR.



Column Name	Description
Expected Provision	[Display] This column displays the provision value corresponding to the account CRR.
Account Provision	[Display] This column displays the provision maintained at the account level. The value will be the same as Expected Provision in case the
Accounted Provision	Account Provisioning is set to Automatic. [Display] This column displays the value of provision to an extent the GL entries have been passed at the account level. If the GL entries for provisioning are maintained as Yes , the value will be same as Account Provision
User Provision	[Display] This column displays the provision maintained manually by the user in the Provision Adjustment tab.
Account Status	[Display] This column displays the status of the account.

7. Click the details in the **Accounts** tab to activate the other tabs.



Provision History

	ision							ño 🖬 🛛
fustomer Ba	sed Sea	ech						
Search Criteria	1	Customer Short Nan	ne	Search Stri	ng : george			
Customer IC:		270519761		Customer I	d: 600118		Home Branch: 700	
Customer Full	Name:	GEORGE GEROGE	THOMAS	Customer	CRR : 10. LANCAR			
Account Base	ed Searc	h						
Account Numb	er :							
				Custom	er CRR :			
Customer Id:			1	Home B	ranch:			
Accounts Prov	ision Hi	story Provision A	djustment					
Account Num	ber:	000000	21279 Ex	pected Provision	0.82			
Accounted Pr	ovision:	0.82	In	quiry Option:	Both		×	
Date	Bal	Princ.	Incremental	Total	Bal.UnColl.Int.Prov	Initiated	Authorised GL	
31/12/2007	10.00	Balance 10.00	Provision 0.80	Provision 0.80	0	By SYSTEM	By Entries SYSTEM Y	
31/01/2008	10.14	10.14	0.01	0.81	0	SYSTEM	SYSTEM Y	
29/02/2008	10.28	8 10.28	0.01	0.82	0	SYSTEM	SYSTEM V	

Field Name	Description
Account Number	[Display]
	This field displays all the account numbers of the customer, in case of Customer Based Search criterion.
	In case of Account based search, only that account number mentioned in the search criterion is displayed.
Expected Provision	[Display]
	This field displays the provision value corresponding to the account CRR.
Accounted	[Display]
Provision	This field displays the value of provision to an extent the GL entries have been passed at the account level.
	If the GL entries for provisioning is maintained as 'Yes', the value will be same as account provision.



Field Name	Description		
Inquiry Option	[Mandatory, Drop-Down]		
	Select the inquiry option from the drop-down list.		
	In case the preference of an account has been changed during the life cycle of the account from 'Pass GL Entries' to 'Do not pass GL entries' then one can inquire on the amount that has been passed to the GL or the total provision done till date or both along with the re-calculated running balance.		

Column Name	Description
Date	[Display] This column displays the date on which this provisioning was done.
Bal Book	[Display] This column displays the book balance.
Princ. Balance	[Display] This column displays the principal balance.
Incremental Provision	[Display] This column displays the incremental provision.
Total Provision	[Display] This column displays the total provision.
Bal. UnColl.Int Prov	[Display] This column displays the difference between the uncollected interest provided and the uncollected interest provisioning reversed.
Initiated By	[Display] This column displays the user who has initiated this provisioning. In case the provisioning option is automatic then this column displays the user as SYSTEM.
Authorised By	[Display] This column displays the user who has authorized this provisioning. In case the provisioning option is automatic then this column displays the user as SYSTEM.
GL Entries	[Display] This column displays whether GL entries for this provisioning amount has been passed.



Provision Adjustment

Account Provision				🚳 😰 🗙
Customer Record Search				
Search Criteria : Custome	Short Name Search String :	George		
Customer IC: GEORGE	ARR Customer Id:	600974	Home Branch: 9999	
Customer Full Name: GEORGE	HARRISON Customer CRR :	51. MACET		
Account Based Search		And the second		
Account Number :				
	Customer CRF	R 1		
Customer Id:	Home Branch:			
Accounts Provision History	vision Adjustment			
Account Number: 0000000	6816 Expected Provision: 20,240.00			
Principal Balance: 25,300.0	Accounted Provision: 0.00			
Secured Amount: 0.00	Account Provision: 0.00			
Unsecured Amount: 25,300.0	User Adjustment: 0.00			
	Ok Cancel			
				Ok Close Clear

Field Name	Description
Account Number	[Display]
	This field displays all the account numbers of the customer, in case of Customer Based Search criterion.
	In case of Account based search, only that account number mentioned in the search criterion is displayed.
Expected Provision	[Display]
	This field displays the provision value corresponding to the account CRR.
Principal Balance	[Display]
	This field displays the principal balance outstanding.
Accounted	[Display]
Provision	This field displays the value of provision to an extent the GL entries have been passed at the account level.
	If the GL entries for provisioning is maintained as 'Yes', the value will be same as Account Provision.



Field Name	Description
Secured Amount	[Display]
	This field displays the total principal amount that is secured as per the last valuation.
Account Provision	[Display]
	This field displays the provision maintained at the account level.
	The value will be the same as Expected Provision in case the Account Provisioning is set to Automatic.
Unsecured Amount	[Display]
	This field displays the principal amount that is unsecured.
User Adjustment	[Mandatory, Numeric, 13, Two]
	Type the adjustment amount.
	This field will accept negative values also and the negative value will result in reduction in the account provision to that extent.

- 8. To maintain provision details manually, enter the relevant information in the **Provision Adjustment** tab and click the **Ok** button to save the data.
- 9. Click the **OK** button.
- 10. The system displays the message "Authorisation required. Do You Want to continue?". Click the **Ok** button.
- 11. The system displays the Authorization Reason screen.
- 12. Enter the required information and click the **OK** button.



AC004 - Account WriteOff

Using this option you can fully or partially write-off the balances and arrears in the account.

In case of full write-off, you will not be allowed to modify anything other than commit the transaction, while in partial write-off you can to specify the amount of arrears to be written-off against each type of arrears. Additionally you can specify the amount of 'Provision Drawdown' i.e. the amount to be taken from the provision GL for part write-off.

Definition Prerequisites

LN057 - Loan Direct Account Opening

Modes Available

Not Applicable

To write off the account

- 1. Type the fast path AC004 and click Go or navigate through the menus to Transaction Processing > Internal Transactions > Classification > Account WriteOff.
- 2. The system displays the Account WriteOff screen.



Account WriteOff

Account WriteOff*						🇞 🚺 🗙
Account Details :						
Account No :*		Writ	e Off Type :	-		
Product :		- Bran	nch :	Ψ		
Total Balance :	0.00	Curr	rency :	Ŧ		
Princ. Provision Made :	0.00	Tota	al Arrears :	0.00		
UnColl.Int. Provision Made :	0.00	Sec	urity Value :	0.00		
Full Write-Off 💿	Partial Write-Off	© Reaso	on For Closure :		•	
Write-Off Details :	N	ormal	Suspen	ded		
Arrears	OutStanding	WriteOff	OutStanding	WriteOff		
Interest :	0.00	0.00	0.00	0.00		
Penalty Interest :	0.00	0.00	0.00	0.00		
Compounding Interest Arread	ns: 0.00	0.00	0.00	0.00		
Diverting Interest Arrears :	0.00	0.00	0.00	0.00		
Post Maturity Interest :	0.00	0.00	0.00	0.00		
Fees/SC :	0.00	0.00	0.00	0.00		
Premium :	0.00	0.00	0.00	0.00		
Legal Fee :	0.00	0.00	0.00	0.00		
OutGoings :	0.00	0.00	0.00	0.00		
				,		
Principal :	0.00	0.00				
Interest Accrued :	0.00	0.00				
Penalty Accrued :	0.00	0.00				
Total WriteOff :			Suspended Reversals :	0.00	1	
Net WriteOff :	0.00 Princ. Provision I	Drawdown :	on UnColl Int. Prov. Drawdo	0.00]	
	0.00			0.00	ļ	
Card Change Din	Cheque Coute	Pata ECV Channe Dane	mination Toetry mant	Towantory Din Validation	Service Charge	Simahire Travellere Chemin
Gard Gridinge Min	Crieque Costi	tote Full Undrige Deno	Tipe unent	arrentary Pri valoador	. Service unarge	agnoture mavelers cheque
					UDF	UK Close Clear

Field Name	Description
Account Details	
Account No	[Mandatory, Numeric, 16]
	Type the account number of the customer for which the CRR is to be inquired/modified.
	It could be a CASA account or loan account.
Write Off Type	[Mandatory, Drop-down]
	Select the write off type from the drop down list. The values are:
	Written off- Open - Write off the account and keep it open
	Written off -Closed - Write off the account and close it



Field Name	Description
Branch	[Display] This field displays the home branch where the account was opened.
Product	[Display] This field displays the product code and name, under which the account was opened.
	The product code is a unique number across all the modules that can identify an authorised and valid product.
Currency	[Display] This field displays the account currency derived from the product, under which the account was opened.
Total Balance	[Display] This field displays the total balance outstanding in CASA account or loan account.
Total Arrears	[Display] This field displays the total interest arrears due in CASA account or loan account.
Princ. Provision Made	[Display] This field displays the principal provision available for the account as maintained by the system or manually maintained for any diminution in the value of the loan/ overdraft assets.
Security Value	[Display] This field displays the total principal amount that is secured as per the last collateral valuation. This will include both the Primary and Secondary Collaterals.
UnColl.Int. Provision Made	[Display] This field displays the current position of any uncollected interest provided for in the term loan account.
Full Write-Off	[Optional, Radio Button] Click Full Write-Off to write off the entire amount mentioned in the write-off details section.
Partial Write Off	[Optional, Radio Button] Click Partial Write Off to partially write-off the amount of arrears.
Write-Off Details	
Arrears	[Display] This field displays the type of arrears.



Field Name	Description
Normal Outstanding	[Display] This field displays the extent of normal arrears outstanding against each type of arrear.
Normal Write-Off	[Conditional, Numeric, 13, Two] Type the normal write-off value, in case the Partial Write-Off option is selected. In case the Full Write-Off option is selected, this column displays the amount that can be written off.
Suspended Outstanding	[Display] This field displays the extent of suspended arrears outstanding against each type of arrear.
Suspended Write- Off	[Conditional, Numeric, 13, Two] Type the suspended write-off value, in case the Partial Write-Off option is selected. In case the Full Write-Off option is selected, then this column displays the amount that can be written off.
Principal	[Display] This field displays the principal amount.
Interest Accrued	[Display] This field displays the interest accrued on this account that is yet to be capitalised.
Penalty Accrued	[Display] This field displays the penalty interest accrued on loan under normal/suspended bucket as applicable.
Total WriteOff	[Display] This field displays the sum of total arrears, principal and accrued interest to be written off.
Suspended Reversals	[Display] This field displays the sum of suspended interest (which is interest, penal interest and post maturity interest) and suspended service charge/ fees to be written off.
Net WriteOff	[Display] This field displays the net amount, which will be the write-off expense GL as a result of write-off. Net Write-off = Total write-off – (Suspended reversals + Provision Drawdown)



Field Name	Description
Princ. Provision Drawdown	[Conditional, Numeric, 13] Type the extent to which provision is to be utilized for the purpose of write-off.
UnColl. Int. Prov. Drawdown	[Display] This field displays the amount of uncollected interest provision utilized or draw down for the loan account being written off.

- 3. Enter the account number and press the **<Tab>** key.
- 4. The system displays the write off account details when the **Full Write-Off** option is selected.
- 5. The system allows to modify the write off account details when the **Partial Write-Off** option is selected.
- 6. Enter the required information in the various fields.
- 7. Click the **Ok** button.
- 8. The system displays the message "Authorisation required. Do You Want to continue?". Click the **Ok** button.
- 9. The system displays the Authorization Reason screen.
- 10. Enter the required information and click the **Ok** button.
- 11. The system displays the message "The account has been writtenoff". Click the **Ok** button.



AC006- Account Write off to Regular

Using this option you can move the accounts in the written off status back to regular status. This facility is enabled only for Loan accounts which are in Written off-Open status. The accrual status will remain suspended and the principal outstanding as of date will be moved into suspended principal GL maintained against the CRR code of the account in ACM08. The account will get reclassified in the next classification frequency and provisioning will be done as per the CRR code on the next provisioning frequency maintained.

Definition Prerequisites

AC004 - Account WriteOff

Modes Available

Not Applicable

To change a written off account to regular status

- 1. Type the fast path AC006 and click Go or navigate through the menus to Transaction Processing > Internal Transactions > Classification> Account Write off to Regular.
- 2. The system displays the Account Write off to Regular screen.

Account Write off to Regular

Account Write off to Regular*				🍪 🖬 🗵
Account No:*		Branch :	· · · · · · · · · · · · · · · · · · ·	
Product :	•	Currency :	•	
Total Outstanding :				
Principal written off :				
Principal Outstanding :				

Card	Change Pin	Cheque	Cost Rate	FCY Change	Denomination	Instrument	Inventory	Pin Validation	Service Charge	Signature	Travellers Cheque
									UDF	OK Clo	ose Clear



Field Name	Description
Account No.	[Mandatory, Numeric, 16] Specify the Account number to be moved from written off - open to regular status.
Branch	[Display] The system displays the branch where the selected account was opened.
Product	[Display] The system displays the product code and name under which the account was opened.
Curency	[Display] The system displays the account currency.
Total Outstanding	[Display] The system displays the total outstanding balance(principal outstanding + arrears) in the loan account as of date.
Principal Written Off	[Display] The system displays the principal amount that was written off.
Principal Outstanding	[Display] The system displays the principal outstanding amount as of date.

- 3. Enter the account number
- 4. Check the values in the display fields.
- 5. Click OK
- 6. The system displays the message "Record Added...Authorization Pending..". Click the **OK** button.



AC008 - Provision Inquiry and Modification for Loans and Overdraft

Using this option you can view the details of the provisioning group, rate, provisioning base and the individual provisioning amounts for a selected CASA / Loan account. The fields Discounted Cash Flow of Credit and Discounted Collateral Value can be modified based on which the provision calculation will be made. An External system will provide the data for calculation of the provision entries.

The data provided by the external system is account wise and that includes the Provisioning group, Provisioning Sub group, and Provisioning rate for the account. The data is provided as and when there is a change in any of the parameters required for provisioning. The Provision frequency is daily.

Provision is calculated from the date of account opening till the date of closure. Provisioning and GL entries will be processed on daily basis (when there is a change in any of the parameters or values). The provision is always calculated in account currency. In the case of commonly assessed group, Liquidation Value (LV) will not be taken into account for calculation of provision.

For more information refer to the Examples provided at the end of the chapter.

Definition Prerequisites

- ACM07 Provisioning Parameters at Bank level for Loans and Overdrafts
- External file upload for the Loans and overdraft accounts for which the modification / inquiry is made.

Modes Available

Not Applicable

To perform provision inquiry and modification for loans and overdrafts

- 1. Type the fast path AC008 and click Go or navigate through the menus to Global Definitions > AC > Provision Inquiry and Modification for Loans and Overdraft.
- 2. The system displays the **Provision Inquiry and Modification for Loans and Overdraft** screen.



Provision Inquiry and Modification for Loans and Overdraft

Provision Inc	quiry and Modif	fication for Loa	ans and Overdra	nft*								a 🔁 🔁
Account Ba	sed Search		with the test		-			_				
Account Numbe	er:	N.	lame:									
Provisioning Gro	oup:	F	Provisioning Sub Gro	up:								
Provisioning Rat	te:	0	Sustomer Account Ri	isk Category:	[
Discounted cash	h Flow of Credit(AC	Y):	Discount	ted cash Flow of Cr	edit(LCY):							
Discounted Coll	lateral Value(ACY):		Discount	ted Collateral Value	(LCY):							
Provision H	listory	Sec. 10	62	12								
From Date:	15/01/2008	To Date:	15/01/2008									
Account No.	Provisioning or Balance Sheet	n Provisioning Outstandin	gʻon Provisionin g Outstandi	ng on Provision ng Balance	ing on Off sheet Amour	rosision Da	te of Provision	Provisio	ming Rate			
	WINGUNE	Interest	P_ommerne	nsiree Amount								
0 0												
<u> </u>												
									Terruine			
									Tudnike			
Card	Change Pin	Cheque	Cost Rate	Denomination	Instrument	Inventory	Pin Validat	lon	Service Charge	Signature	Trave	ellers Cheque
									UDE	ОК	Close	Clear

Field Name	Description
Account Based Searc	ch
Account Number	[Mandatory, Numeric, 16] Type a valid CASA / Loan account number for which provision details are required to be modified / inquired.
Name	[Display] This field displays the name of the customer.
Provisioning Group	[Display] This field displays the applicable provisioning group for the account as provided by the external system.
	The options for the group are:Individually AssessedCommonly Assessed



Field Name	Description
Provisioning Sub Group	[Display] This field displays the applicable provisioning sub group for the provisioning group as provided by the external system.
Provisioning Rate	[Display] This field displays the provisioning rate for the account as provided by the external system.
Customer Account Risk Category	[Display] This field displays the customer account risk category for the account as provided by the external system.
Discounted cash Flow of Credit (ACY)	[Conditional, Numeric, 13, Two] Type the discounted cash flow of credit for the account. This field is enabled for Individually Assessed group of accounts. The value for this field is in the account currency and is used for provision calculations.
Discounted cash Flow of Credit (LCY)	[Conditional, Numeric, 13, Two] Type the discounted cash flow of credit for the account. This field is enabled for Individually Assessed group of accounts. The value for this field is in the local currency.
Discounted Collateral Value (ACY)	[Conditional, Numeric, 13, Two] Type the discounted collateral value for the account. This field is enabled for Individually Assessed group of accounts. The value for this field is in the account currency and is used for provision calculations.
Discounted Collateral Value (LCY)	[Conditional, Numeric, 13, Two] Type the discounted collateral value for the account. This field is enabled for Individually Assessed group of accounts. The value for this field is in the local currency.
Provision History	
From Date	[Mandatory, Pick List, dd/mm/yyyy] Select the date from the pick list to indicate the start date for the generation of Provision History .
To Date	[Mandatory, Pick List, dd/mm/yyyy] Select the date from the pick list to indicate the end date for the generation of Provision History .



Column Name	Description
Account No.	[Display]
	This column displays the account number.
Provisioning on	[Display]
Balance Sheet Amount	This column displays the provisioning amount on the principal outstanding.
Provisioning on	[Display]
Outstanding Interest	This column displays the provisioning amount on the outstanding interest receivable,
Provisioning on	[Display]
Outstanding Commitment Fee	This column displays the provisioning amount on the outstanding commitment fee.
Provisioning on Off	[Display]
Balance sheet Amount	This column displays the provisioning amount on the off balance sheet amount.
Total Provision	[Display]
Amount	This column displays the total provisioning amount which is a total of the above four provisioning amounts.
Date of Provision	[Display]
	This column displays the date of provision.
Provisioning Rate	[Display]
	This column displays provisioning rate for the account on which the corresponding provision has been calculated.

- 3. Enter the account number and press the **<Tab>** key.
- 4. Enter the relevant information.
- 5. Click the **Inquire** button.



Provision Inquiry and Modification for Loans and Overdraft

A summer of Dr.									
ALLOUNT Based	l Search							1	
ccount Number:	7000000419	1440 Nai	me:	GEORGE	DANNIELPAUL				
rovisioning Group:	Commonly As	sessed Pro	visioning Sub Group:	Debit Ca	rds 2				
rovisioning Rate:	30	Cu	stomer Account Risk Cate	agory:					
	30			1					
Discounted cash Flo	ow of Credit(ACY):		Discounted cas	h Flow of Credit(LCY):					
Ascounced Conacer			Discounted Col						
Provision Histo From Date: 0:	ory 1/12/2007	To Date:	15/01/2008	¢.					
account No.	Provisioning on Balance Sheet Amount	Provisioning o Outstanding Interest	n Provisioning on Outstanding Commitment Fee	Provisioning on Off Balance sheet Amount	Total Provision Amount	Date of Provision	Provisioning Rate		
0000000419440	48225	0	174440	14976000	15198665	15-12-2007	30		
0000000419440	24225	402	360509.33	14976000	15361136.33	31-12-2007	30		
/1 1							Inquire		
. /1 1							Inquire		
]n T							Inquire		
<u> </u>]1 1							[Inquire]		
1 31							Inquire		
Card	Change Pin.	Cheque	Cost Rate De	nomination Instru	ment Inve	ntory. Pin Valida	Inquire Jon Service Charge	Signature	Travellers Cheq.

6. Click the **Close** button.

Examples on provisioning:

Example 01

Account Exposure

500-On balance

200-Off balance

50-Accrued Interest

20- Commitment fees and LV- 800

- 1. P- on balance eligibility = 500(On balance)- 800(LV) = -300(A) A<0 , then provision P-on =0
- 2. P-interest eligibility = 50 (accr.int.) 300(A-remaining LV)=-250(B) B<0 , then provision P- i = 0
- 3. P- commitment eligibility = 20 (com.fees) 250(B) ==-230(C) C<0 , then provision P-c = 0
- 4. P- off balance eligibility = 200-230(C)=-30(D) D<0, then provision P-off = 0.

Example 02

Exposure

500-on balance

200-off balance



50-accr.int

20com.fees and LV- 300

- 1. P- on balance eligibility = 500(On balance)- 300(LV) = 200(A) A>0, then provision P-on = 200(A)*0.236 (Provision rate) =47.2
- P-interest eligibility = 50 (accr.int.) 0 (remaining LV) =50(B) B>0, then provision P-i = 50(B)*0.236 (Provision rate) =11.8
- 3. P- commitment eligibility = 20 (com.fees) 0(remaining LV) =20(C) C>0, then provision Pc = 20(C)*0.236 (Provision rate) =4.72
- 4. P- off balance eligibility = 300-0 (remaining LV) =300(D) D>0, then provision P-off = 300(D)*0.236 (Provision rate) =70.8.

Total provision = 47.2+11.8+4.72+70.8 = 134.52

Note: LV = Liquidation Value

LV = Discounted Value of Collateral + Discounted value of Cash flow of credit .



ACM07 - Provisioning Parameters at Bank level for Loans and Overdrafts

Using this option you can define the bank level parameters for the provisioning groups and components of the provisioning base. The components of provisioning bases can be subsequently modified. The provisioning will consider the new components of provisioning bases from the date of modification.

In case any new component is added, the provisioning for the new component will happen from the date of modification and in case an existing component is excluded from the provisioning base, the provision for that component will get nullified by the system.

Definition Prerequisites

Not Applicable

Modes Available

Add By Copy, Add, Modify, Cancel, Amend, Authorize, Inquiry. For more information on the procedures of every mode, refer to **Standard Maintenance Procedures**.

To add provisioning parameters at bank level for loans and overdrafts

- 1. Type the fast path ACM07 and click Go or navigate through the menus to Global Definitions > AC > Provisioning Parameters at Bank level for Loans and Overdrafts.
- 2. The system displays the **Provisioning Parameters at Bank level for Loans and Overdrafts** screen.



Provisioning Parameters at Bank level for Loans and Overdrafts

ovisioning Groups and Parameters			
ovisioning Group :	Provisioning Sub G	iroup :	
omponents of Provisioning Base:	ŝ.		
Baince Sheet Amount v tstanding Interest v tstanding Commitment Fee v - Balance Sheet Amount v			
ord Details			

Field Description

Field Name	Description
Provisioning Groups	s and Parameters
Provisioning Group	 [Mandatory, Drop-Down] Select the provisioning group code from the drop-down list. The options are : Individually assessed Commonly assessed. These groups are maintained as part of Day 0 activity in the backend tables.
Provisioning Sub Group	[Mandatory, Pick List] Select the provisioning sub group code and description from the pick list. The sub groups are maintained as part of Day 0 activity in the backend tables. Additions can be made to these sub groups subsequently in the backend tables.

Components of Provisioning Base



Field Name	Description
On Balance Sheet	[Optional, Check Box]
Amount	Select the On Balance Sheet Amount check box, to calculate the provision amount on the balance sheet amount i.e. the principal outstanding.
Outstanding	[Optional, Check Box]
Interest	Select the Outstanding Interest check box, to calculate the provision amount on the outstanding interest.
Outstanding	[Optional, Check Box]
Commitment Fee	Select the Outstanding Commitment Fee check box, to calculate the provision amount on the commitment fee.
Off - Balance Sheet	[Optional, Check Box]
Amount	Select the Off-Balance Sheet Amount check box, to calculate the provision amount on the off balance sheet amount.

- 3. Click the **Add** button.
- Select the provisioning group from the drop-down list and press the <Tab> key.
 Select the provisioning sub group from the pick list.

Provisioning Parameters at Bank level for Loans and Overdrafts

visioning Groups and Parameters -				
visioning Group : Individually Assessed	Provisioning Sub Group : 23	Debit Cards 6		
			20	
mponents of Provisioning Base:				
Baloca Sheet Amount				
standing Interest				
standing Commitment Fee				
- Balance Sheet Amount				
ord Datails				
ord Details	orized By Last 1	1nt. Date	Last Mnt. Action	Authorized
ord Details 3y Auth	orized By Last 1	1nt. Date	Last Mnt, Action	Authorized

6. Click the **Ok** button.



- 7. The system displays the message "Record Added... Authorisation Pending..". Click the **OK** button.
- 8. The provisioning parameters at bank level for loans and overdrafts are added once the record is authorised.

