



Oracle Financial Services Capital Adequacy Application Pack 8.1.2.0.0 Maintenance Level Release #7(8.1.2.10.0)

Description

Patch ID **38729352** - OFS CAP 8.1.2.0.0 MAINTENANCE LEVEL RELEASE #7 (8.1.2.10.0)

Pre-installation Requirements

The minimum patch set level must be OFS CAP Application Pack version 8.1.2.0.0.

Installing this Release

For detailed instructions on installing this Maintenance Level Release, see [OFS CAP Installation Guide 8.1.2.10.0](#).

New Features

In the OFS Basel Regulatory Capital Release 8.1.2.10.0, we are catering to the different scenarios to handle the various regulatory interpretations and customer data availability.

USA Jurisdiction (FED)

As part of this release, key features are as below:

- Trading Book Exposures treatment for Single Counterparty Credit Limit
- Specific Treatment for Intermediate Holding Company (IHCs) and Combined US Operations (CUSO) for catering to the tailoring rule of Regulation YY.

OSFI Jurisdiction

As part of this release, key features are as below:

- Trading Book Exposures treatment for Large Exposure based on the CAR 2014 guidelines.

Common Functionality Impacting Across Jurisdictions

As part of this release, there have been newer functionalities and enhancements to existing functionalities to cater across jurisdictions. Key features are as below:

- Enhancement to handle different customer data availability scenarios.
 - Enhancement to handle the covered bond preferential treatment as a user input, wherein bank either does not source underlying information, or computes this in a different system.
 - Enhancements to handle the derivative exposure EAD as a user input, at the account granularity. This is to consider the scenario where bank needs to compute the EAD outside

the system, and receives the output at account granularity, instead of netting agreement level.

- Enhancement to read the instrument attributes from account granularity. This is to consider the scenario where bank does not populate the Instrument Contract for these accounts and is looking for only sourcing information in the product processor tables.
- Enhancement to capture the Securities lending and borrowing exposures' securities leg in the PP table, with the corresponding cash leg or securities leg in either mitigants or placed collateral table accordingly. All the changes pertaining to the EAD, RWA and Large Exposure calculations have been considered.
- Enhancement to consider multiple relationship of a party with another party.
- SFT Netting Calculations
 - This was enhanced to handle the changes to the data flow, and hence update of the SFT Netting calculation.
- Enhancement to support the partial rated treatment for accounts. The partial rating for accounts gets assigned in scenarios where a particular account breaches the threshold for the facility rating, and hence a portion gets a rating, and the remaining becomes unrated. This is supported for all banking products as facility rating is assigned only for these products.

NOTE: The Trading Book related treatment for US SCCL and OSFI LEX are under validation for certain scenarios. Few scenarios related to SFT Netting are still part of the validation.