Collateral 360 User Guide

Oracle Banking Credit Facilities Process Management

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Oracle Banking Credit Facilities Process Management User Guide
Oracle Financial Services Software Limited
Oracle Park
Off Western Express Highway
Goregaon (East)
Mumbai, Maharashtra 400 063
India
Worldwide Inquiries:
Phone: +91 22 6718 3000
Fax: +91 22 6718 3001
www.oracle.com/financialservices/

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Contents

1. Welcome to Oracle Banking Credit Facilities Process Management

Welcome to the Oracle Banking Credit Facilities Process Management (OBCFPM) User Manual. This manual provides an overview on the OBCFPM application and guides you through the various steps involved in creating and processing collaterals and credit facilities transactions.
If you need any information, look out for the help icon.
This document is intended for helping you to conveniently create and process collaterals and credit facilities transactions in OBCFPM

Overview of OBCFPM

OBCFPM is a collateral and credit facilities middle office platform which enables your bank to streamline the Collateral and Credit facilities operations.
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Benefits

OBCFPM application provides service for the customers and financial institutions. This service helps the financial institutions to manage the Collaterals and Credit Facilities of the corporate clients.
OBCFPM allows you to:

- Handle Collateral Evaluation, Collateral Perfection, Collateral Review, Collateral Release, Collateral Liquidation and Collateral Insurance process
- Handle Credit Proposal with Customer on-boarding
- Handle Amendment and Closure of an existing facility
- Financial Document Upload of the corporate clients.
- Quantitative and Qualitative analysis of the corporate clients
- Handle Credit Exceptions
- Define Credit Policy
- On Boarding Group Customers

Key Features

- Stand-alone system agnostic to back office application
- Requires very little change to bank's existing core systems
- Faster time to market
- Highly configurable based on corporate specific needs
- Flexibility in modifying processes
- Roll Based Dashboards
- 360 Degree view of Collaterals

2. Collateral 360 Degree View

As part of Credit Framework, there would be a need to present 360-degree view of a collateral based on different business needs. Based on different user roles, OBCFPM currently supports the 360-degree view of a collateral for

- Relationship Manager
- Bank User
- Customer

2.1 Collateral 360 Degree View – Relationship Manager

The below shown screen will be displayed whenever an user, with a Relationship Manager role logs in into the system and on selecting the Collateral 360 Degree option from the Menu. The Dashboard is categorized into various widgets with each widget presenting a unique business functionality
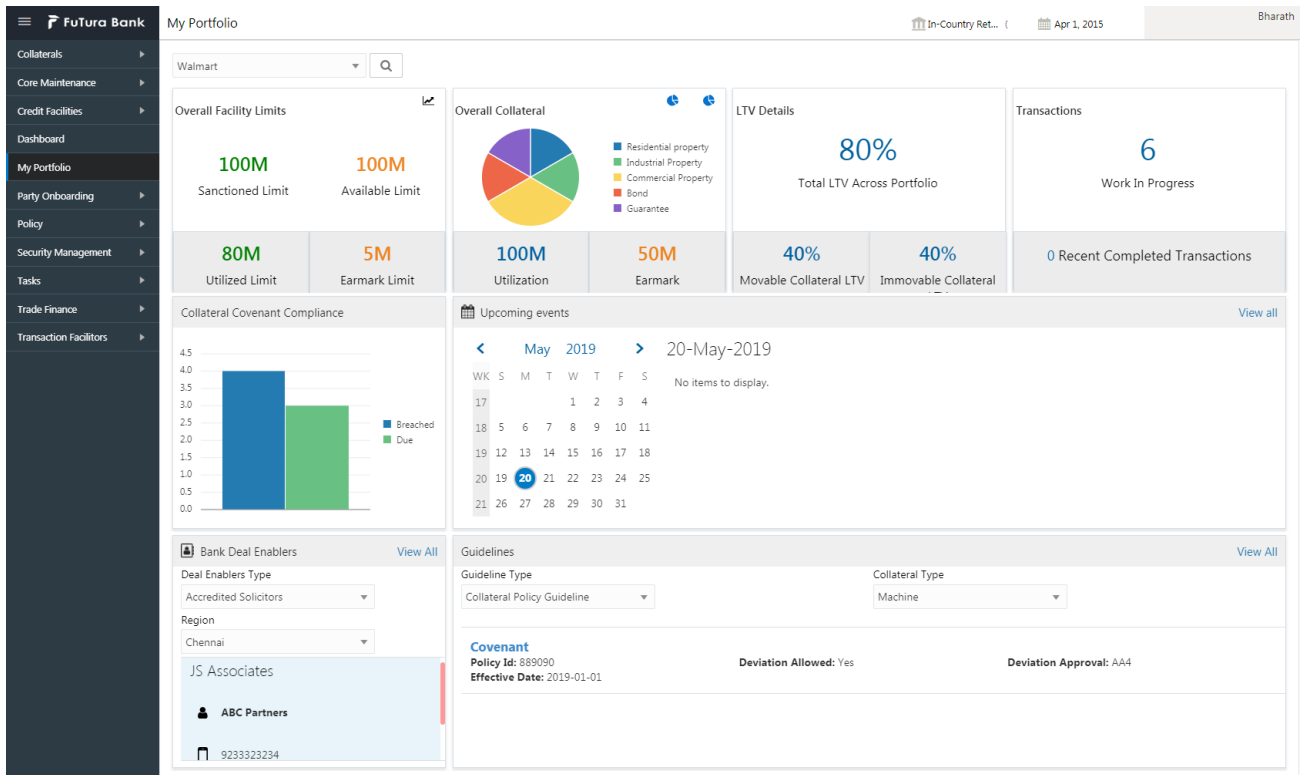
The Collateral 360 Degree view provides an option to select the customer managed by the Relationship Manager. On selecting the customer from the drop down and on clicking the search button, all the widgets will be refreshed. The following widgets will be displayed for an RM user at the abstract level.

- Overall Facility Limits
- Overall Collateral
- LTV Details
- Collateral Transaction Details
- Collateral Covenant Compliance
- Upcoming Events
- Guidelines
- Deal Enablers

2.1.1 Overall Facility Limits

This widget provides the details about overall facility sanctioned to the customer. This widget also provides sub-classification of the facilities like

- Sanctioned Limit
- Available Limit
- Utilized Limit
- Earmark Limit

2.1.2 Overall Collateral

This widget provides the details about the Overall Collateral composition of the collateral against various collateral types. This widget also provides details about the overall utilization done against the collateral and the overall earmarking done against the collaterals

On selecting a collateral pie chart, the below shown screen will be displayed which shows the various collaterals along with the basic collateral attributes. Also shown against those collaterals were the quicker options to either Release, Re-Valuate or Substitute those collaterals

On Pressing the Utilization details in the widget, the below shown screen will be displayed

This screen shows the Line Chart with the details of how an ideal utilization of the collateral should be against the actual utilization of the collateral

On pressing the Trend Analysis button which is available at the top of the widget, the below shown screen will be displayed

This screen shows the trend in the collateral valuation of a particular collateral across various periods. On selecting a particular Collateral ID from the dropdown, the chart refreshes accordingly with the collateral value

2.1.3 LTV Details

This widget provides the details about the LTV like the Total LTV against the portfolio, Movable Collateral LTV and Immovable Collateral LTV

On selecting the LTV details widget, the below shown screen will be displayed
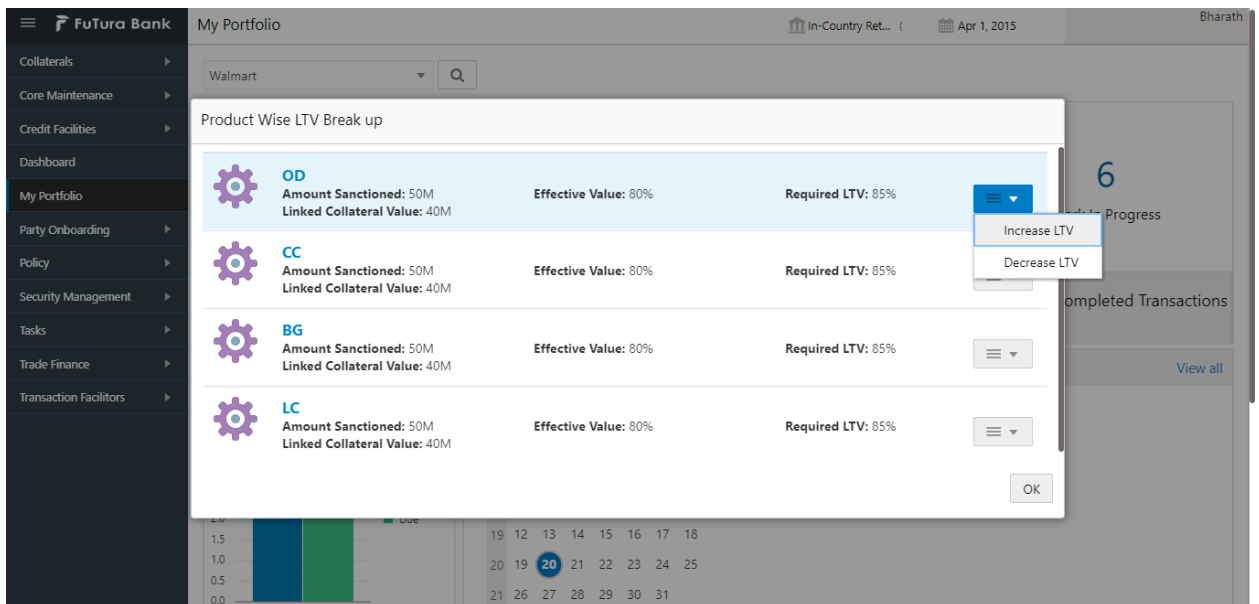
This screen displays the transaction against which the collateral is linked along with the Collateral Value, Effective value and the Required LTV. This screen also provides an option to Increase or Decrease the LTV values for a particular transaction, which in turn triggers the corresponding tasks.

2.1.4 Collateral Transaction Details

This widget provides the details about the Collateral transaction that the RM is handling/handled. The widget also provides the number of work in progress and the number of completed transactions.

On pressing the Work in progress or completed transactions, the below shown screen will be displayed
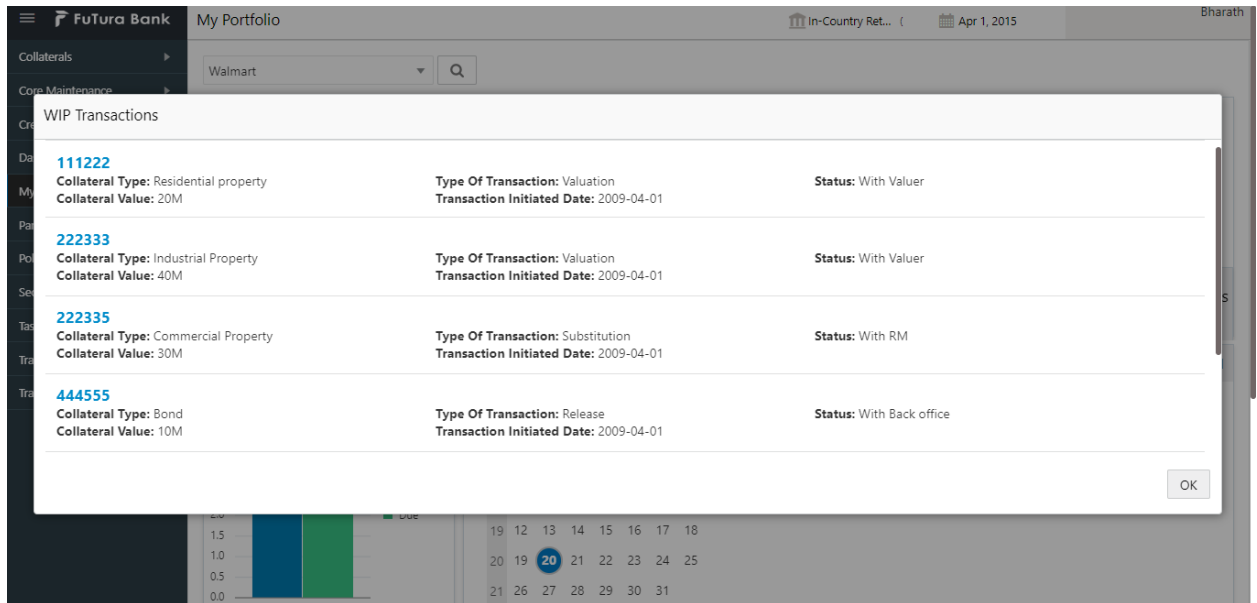
This screen shows the list of Collateral transactions that the RM has initiated and their status. The screen also displays the type of the transaction and the date on which the transaction is initiated. On selecting a particular Collateral ID in this screen, Collateral Summary screen will be displayed.

2.1.5 Collateral Covenant Compliance

This widget provides the details about the Covenant Compliance pertaining to the Collaterals. The widget displays the bar chart with details of the number of Covenants breached and the number of Covenants due for renewal.

On selecting the bar chart, the below shown screen will be shown
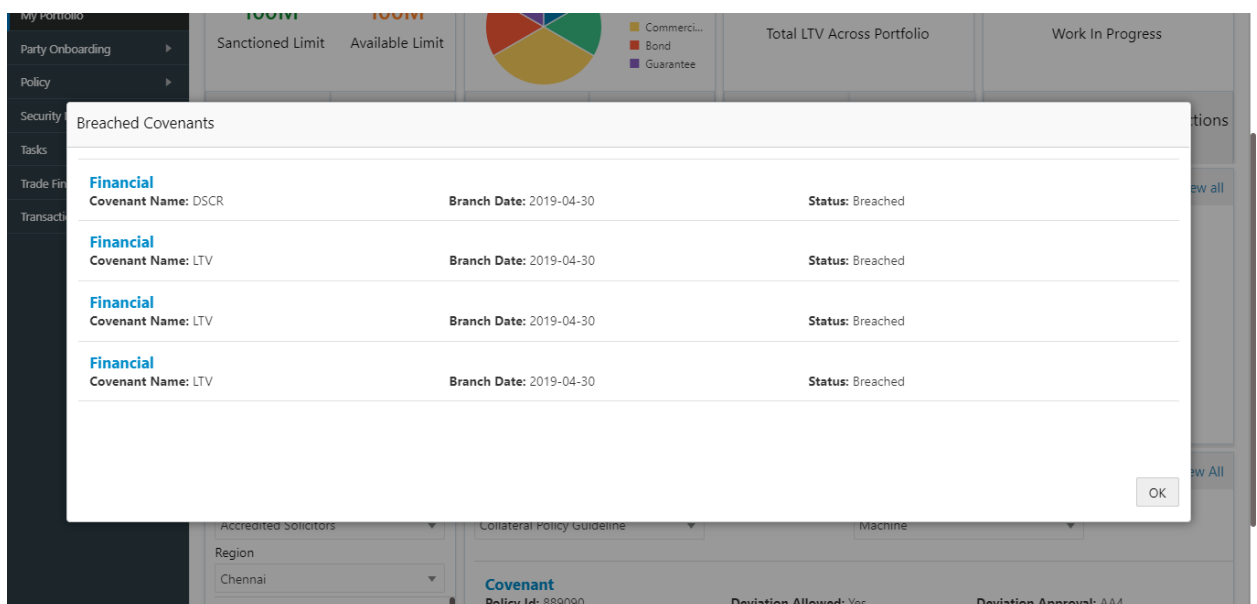
This screen shows the list of covenants belonging to the transactions initiated by the RM which are already in breached status or which are due for renewal. This screen also shows the details about the Covenants and the breach date if breached.

2.1.6 Upcoming Events

This widget provides the details about the important events that are due on a particular date. On selecting a particular date in the calendar, if there are any events occurring on that date, the details of the transaction and the event type will be displayed.

On pressing the view all link on top of the widget, the below screen will be displayed
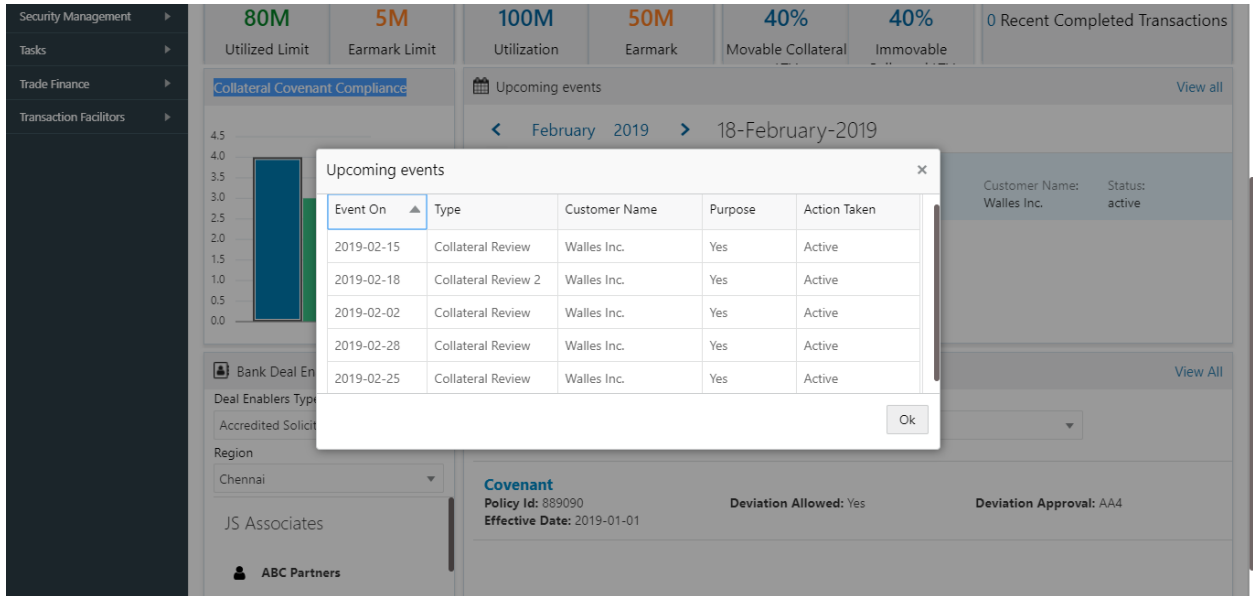
This screen shown the list of all the events due for occurrence with the date on which the event is due along with the type of the event.

2.1.7 Guidelines

This widget provides the details about the guidelines for a particular collateral type and Guideline Type. On selecting these values, the applicable policy is displayed along with the deviation details.

On pressing the view details link, the below shown screen will be displayed
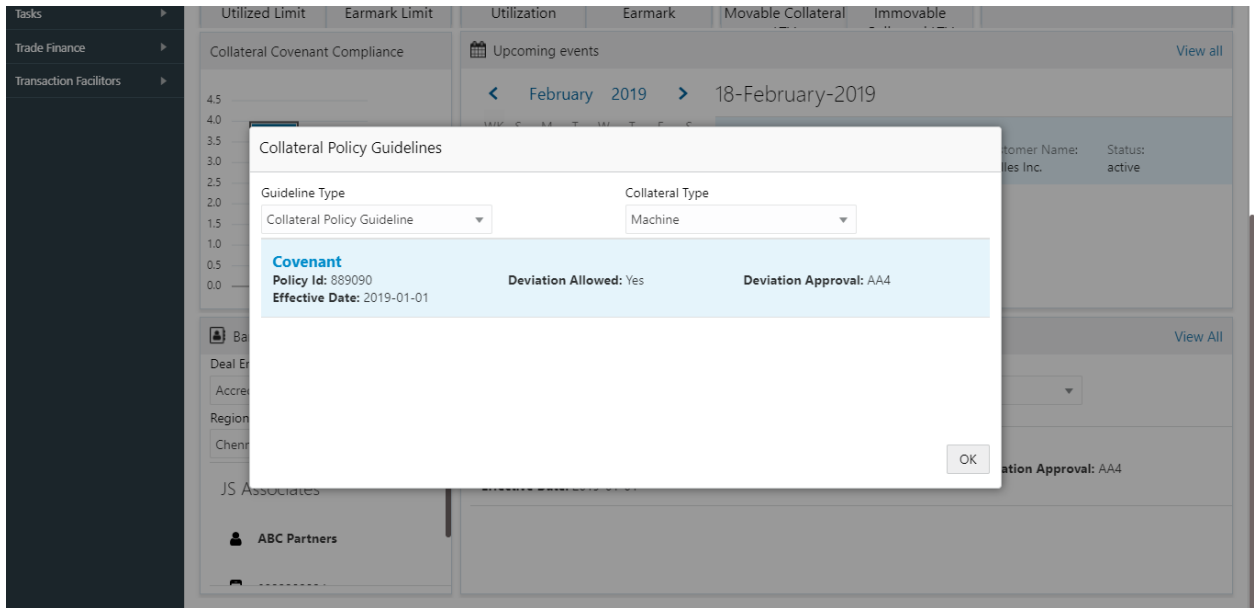
2.1.8 Bank Deal Enablers

This widget provides the details about the Collateral Deal Enablers. Based on the type and the region selected, the corresponding deal enablers will be displayed

On selecting the view details link, the below shown screen will be displayed
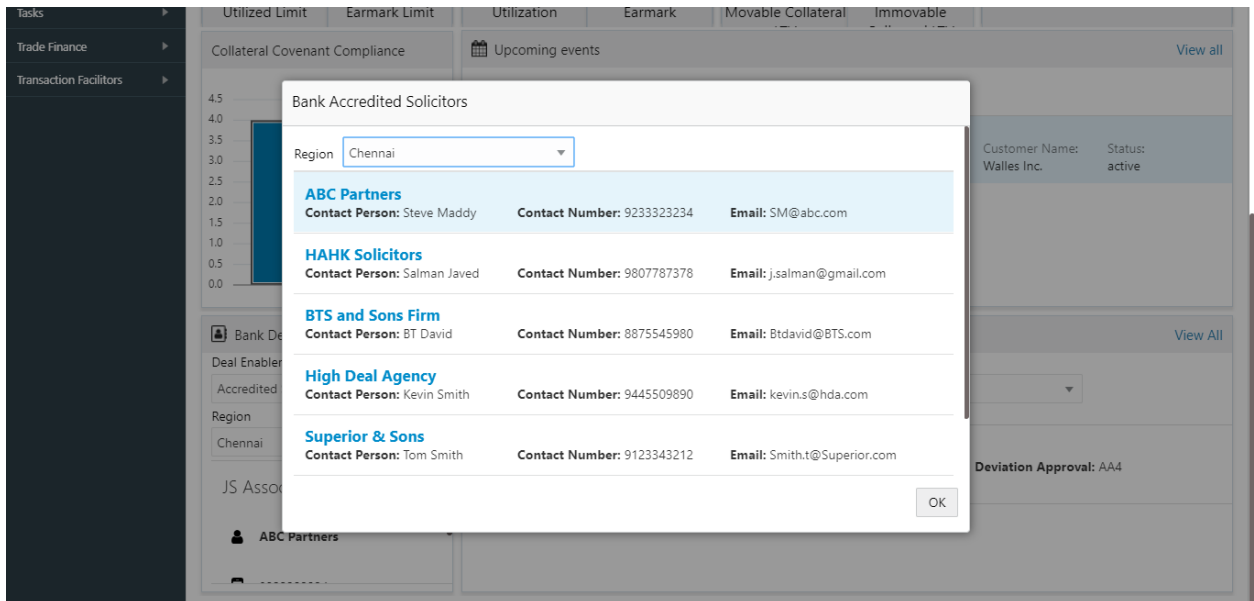
2.2 Collateral 360 Degree View – Bank User View

The below shown screen will be displayed whenever an user, with a Credit User role logs in into the system and on selecting the Collateral 360 Degree option from the Menu. The Dashboard is categorized into various widgets with each widget presenting a unique business functionality

Bank View

Apple Inc.					
🆔 Customer ID **C000123**	🆔 Register no **Reg0001**	🔧 Legal status **Fixed**	🆔 SIC Code **SIC0001**	📅 Date Of Incorporation **19 Feb 2010**	📅 Customer since **19 Feb 1990**

Overall Facility Limits 📈		Overall Collateral 🥧🥧		LTV Details		Transactions
200mn Sanctioned Limit	**50mn** Available Limit	(pie chart) ■ Machine ■ Bond ■ Property ■ Fund ■ Guarantee		**50%** Total LTV Across Collaterals		**6** Work In Progress
150mn Utilized Limit	**100mn** Earmark Limit	**200mn** Utilization	**50mn** Earmark	**25%** Movable Collateral LTV	**25%** Immovable Collateral LTV	5 Recent Completed Transactions

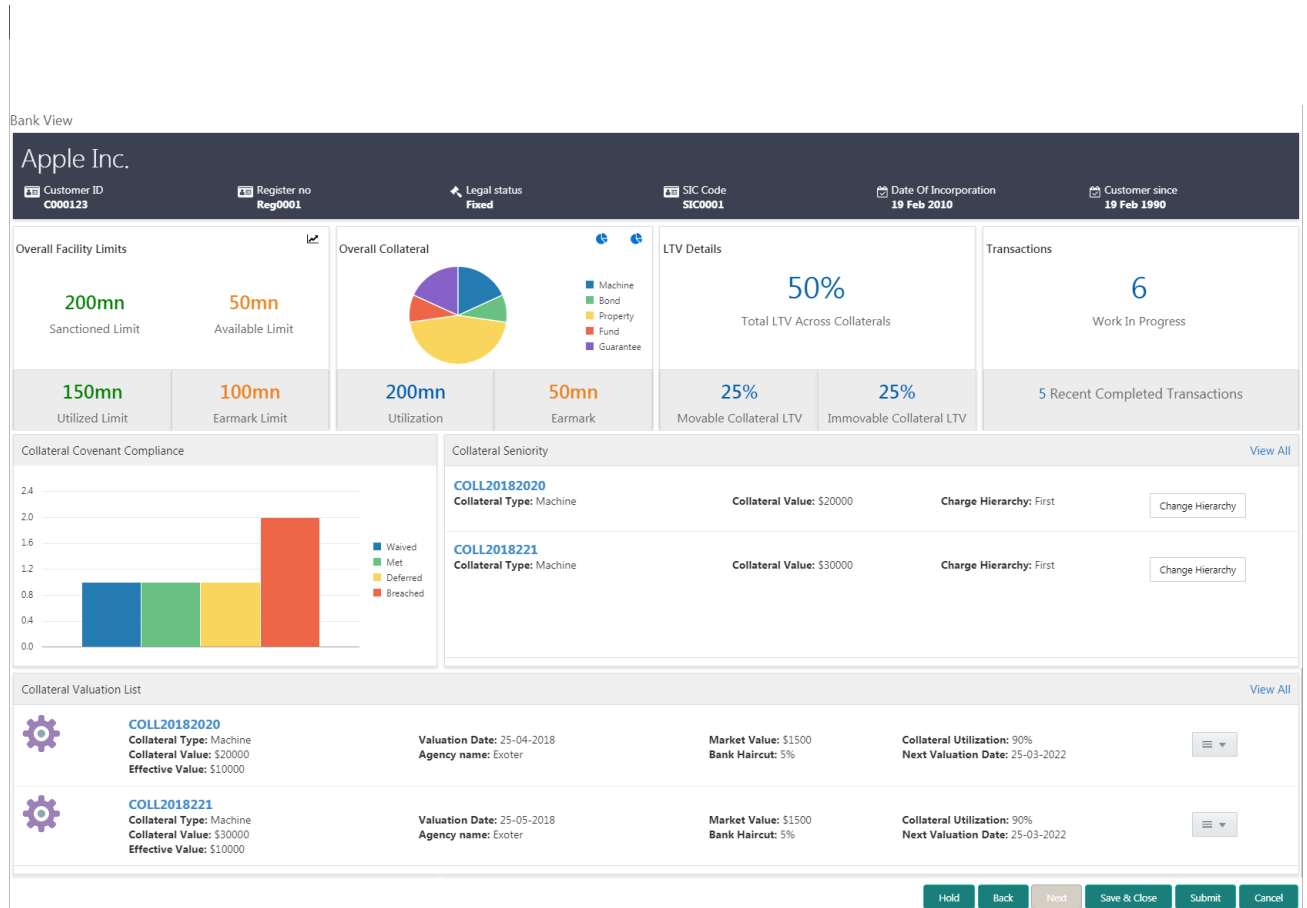| Collateral Covenant Compliance		Collateral Seniority			View All
(bar chart) ■ Waived ■ Met ■ Deferred ■ Breached		**COLL20182020** Collateral Type: Machine	Collateral Value: $20000	Charge Hierarchy: First	Change Hierarchy
		COLL2018221 Collateral Type: Machine	Collateral Value: $30000	Charge Hierarchy: First	Change Hierarchy

Collateral Valuation List					View All
⚙️	**COLL20182020** Collateral Type: Machine Collateral Value: $20000 Effective Value: $10000	Valuation Date: 25-04-2018 Agency name: Exoter	Market Value: $1500 Bank Haircut: 5%	Collateral Utilization: 90% Next Valuation Date: 25-03-2022	☰ ▾
⚙️	**COLL2018221** Collateral Type: Machine Collateral Value: $30000 Effective Value: $10000	Valuation Date: 25-05-2018 Agency name: Exoter	Market Value: $1500 Bank Haircut: 5%	Collateral Utilization: 90% Next Valuation Date: 25-03-2022	☰ ▾

[Hold] [Back] [Next] [Save & Close] [Submit] [Cancel]

The Collateral 360 Degree view provides an option to view the below mentioned details from an overall collateral portfolio perspective.

- Overall Facility Limits
- Overall Collateral
- LTV Details
- Collateral Transaction Details
- Collateral Covenant Compliance
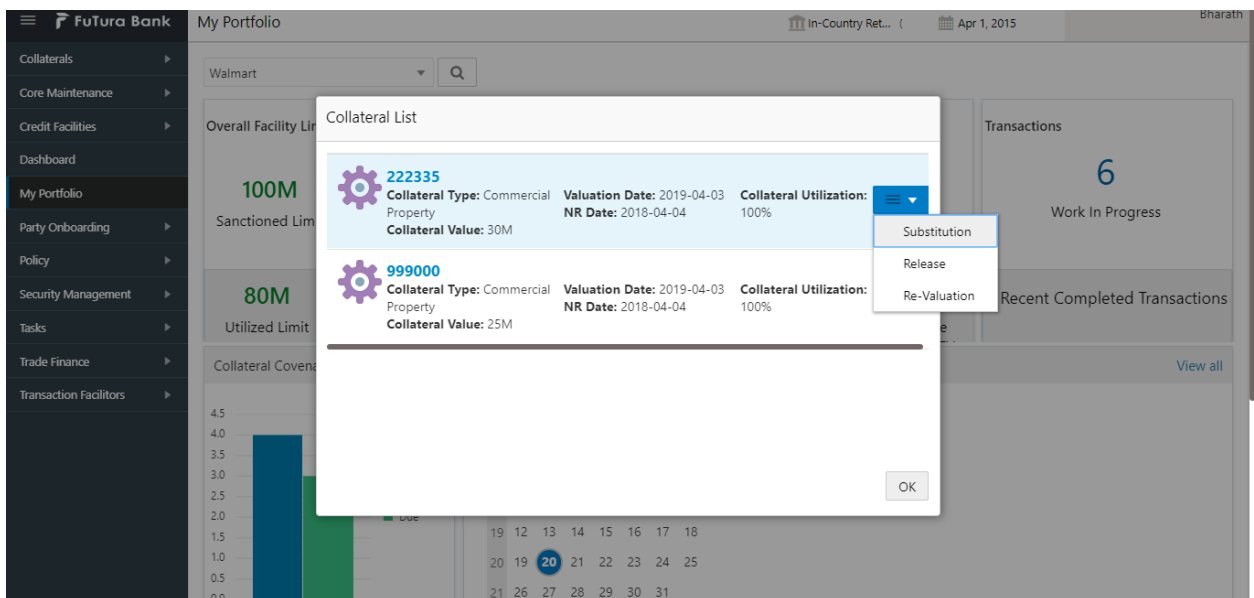- Collateral Valuation List

2.2.1 Overall Facility Limits

This widget provides the details about overall facility sanctioned at the bank level. This widget also provides sub-classification of the facilities like

- Sanctioned Limit
- Available Limit
- Utilized Limit
- Earmark Limit

2.2.2 Overall Collateral

This widget provides the details about the Overall Collateral composition of the collateral against various collateral types. This widget also provides details about the overall utilization done against the collateral and the overall earmarking done against the collaterals

On selecting a collateral pie chart, the below shown screen will be displayed which shows the various collaterals along with the basic collateral attributes. Also shown against those collaterals were the quicker options to either Release, Re-Valuate or Substitute those collaterals
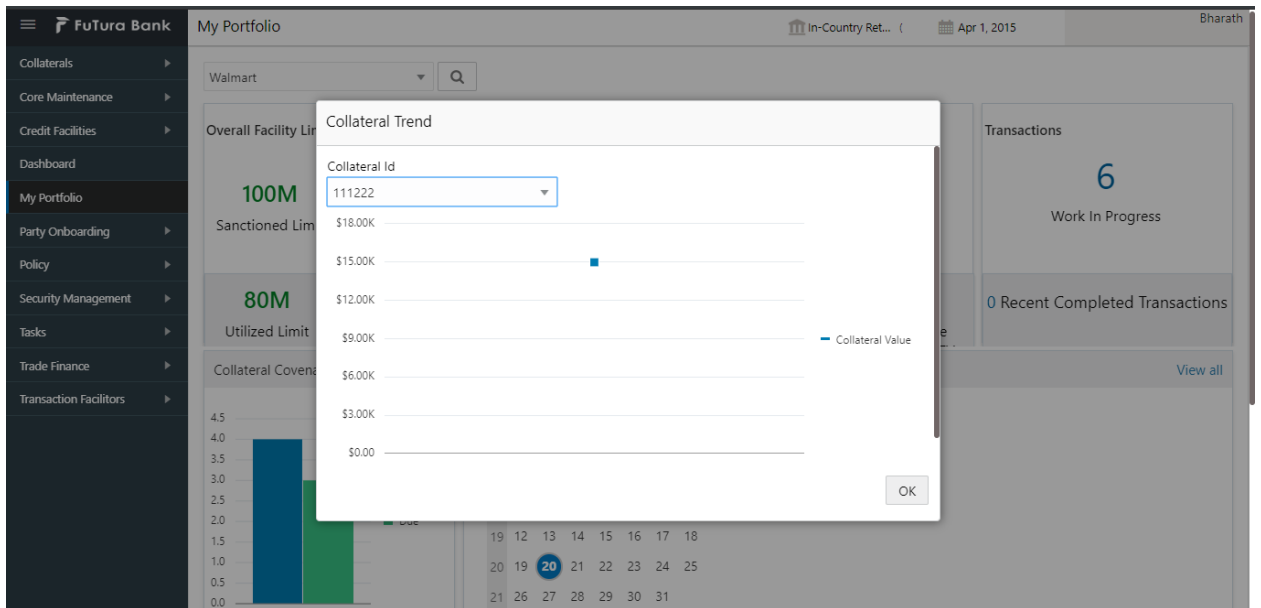

On Pressing the Utilization details in the widget, the below shown screen will be displayed

This screen shows the Line Chart with the details of how an ideal utilization of the collateral should be against the actual utilization of the collateral

On pressing the Trend Analysis button which is available at the top of the widget, the below shown screen will be displayed
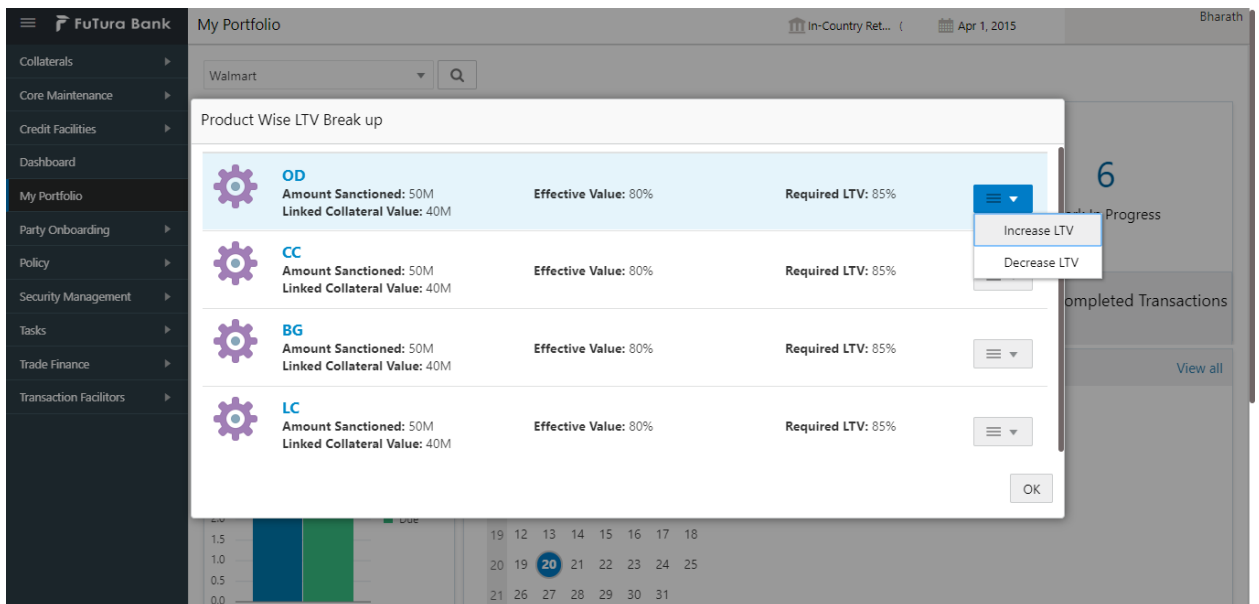
This screen shows the trend in the collateral valuation of a particular collateral across various periods. On selecting a particular Collateral ID from the dropdown, the chart refreshes accordingly with the collateral value

2.2.3 LTV Details

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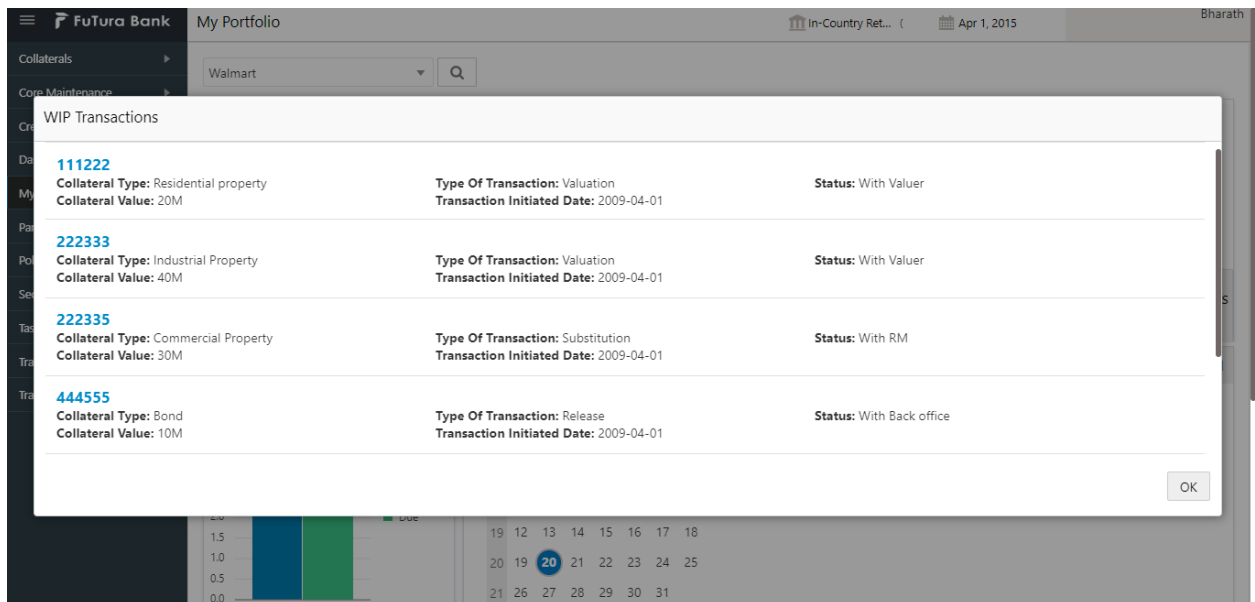

This screen displays the transaction against which the collateral is linked along with the Collateral Value, Effective value and the Required LTV. This screen also provides an option to Increase or Decrease the LTV values for a particular transaction, which in turn triggers the corresponding tasks.

2.2.4Collateral Transaction Details

The widget provides the number of work in progress and the number of completed collateral transactions.

On pressing the Work in progress or completed transactions, the below shown screen will be displayed
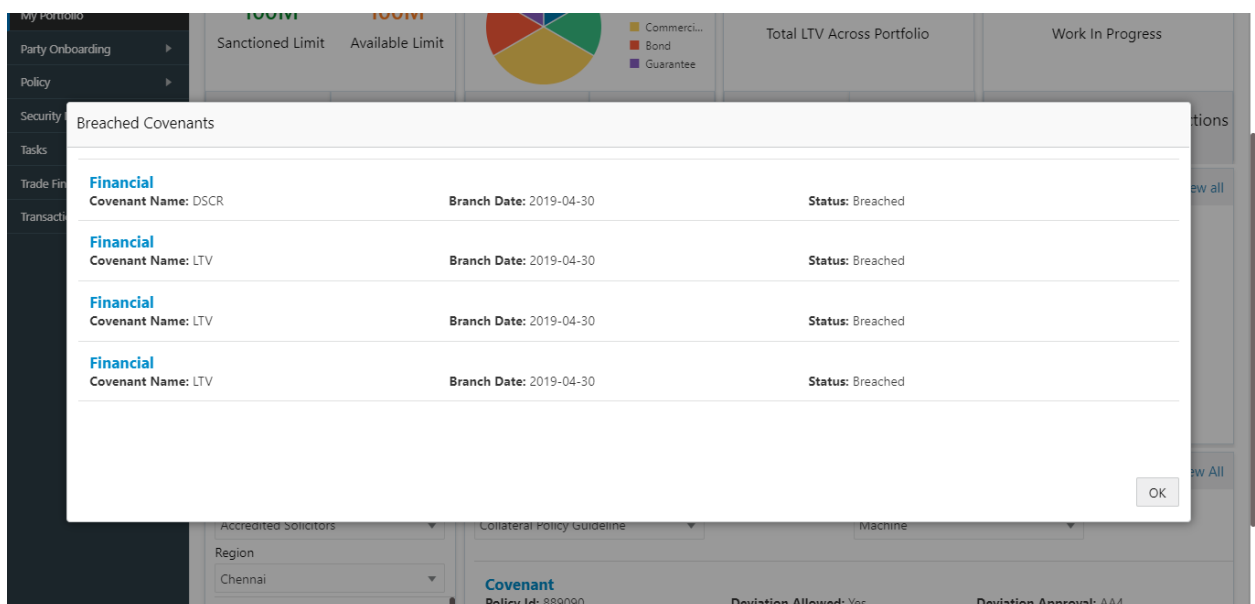

This screen shows the list of Collateral transactions initiated and their status. The screen also displays the type of the transaction and the date on which the transaction is initiated. On selecting a particular Collateral ID in this screen, Collateral Summary screen will be displayed.

2.2.5Collateral Covenant Compliance

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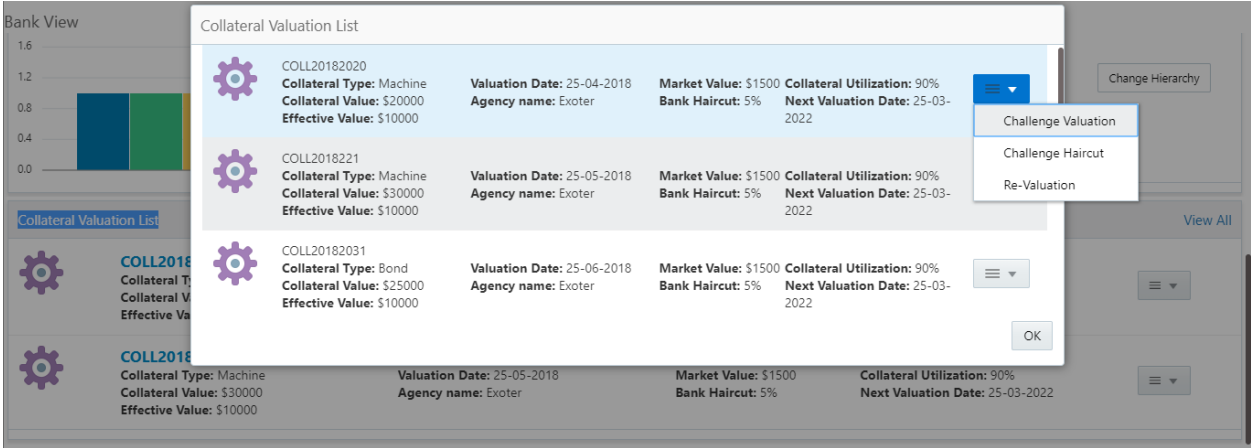
On selecting the bar chart, the below shown screen will be shown

This screen shows the list of covenants belonging to the transactions which are already in breached status or which are due for renewal. This screen also shows the details about the Covenants and the breach date if breached.

2.2.6 Collateral Valuation List

This widget provides the list of collateral with their valuation details displayed. This widget also provides facility to review the valuation done on the collateral, review the haircut % defined or initiate a re-valuation task for the collateral


On pressing the view details link, the above shown screen will be displayed.

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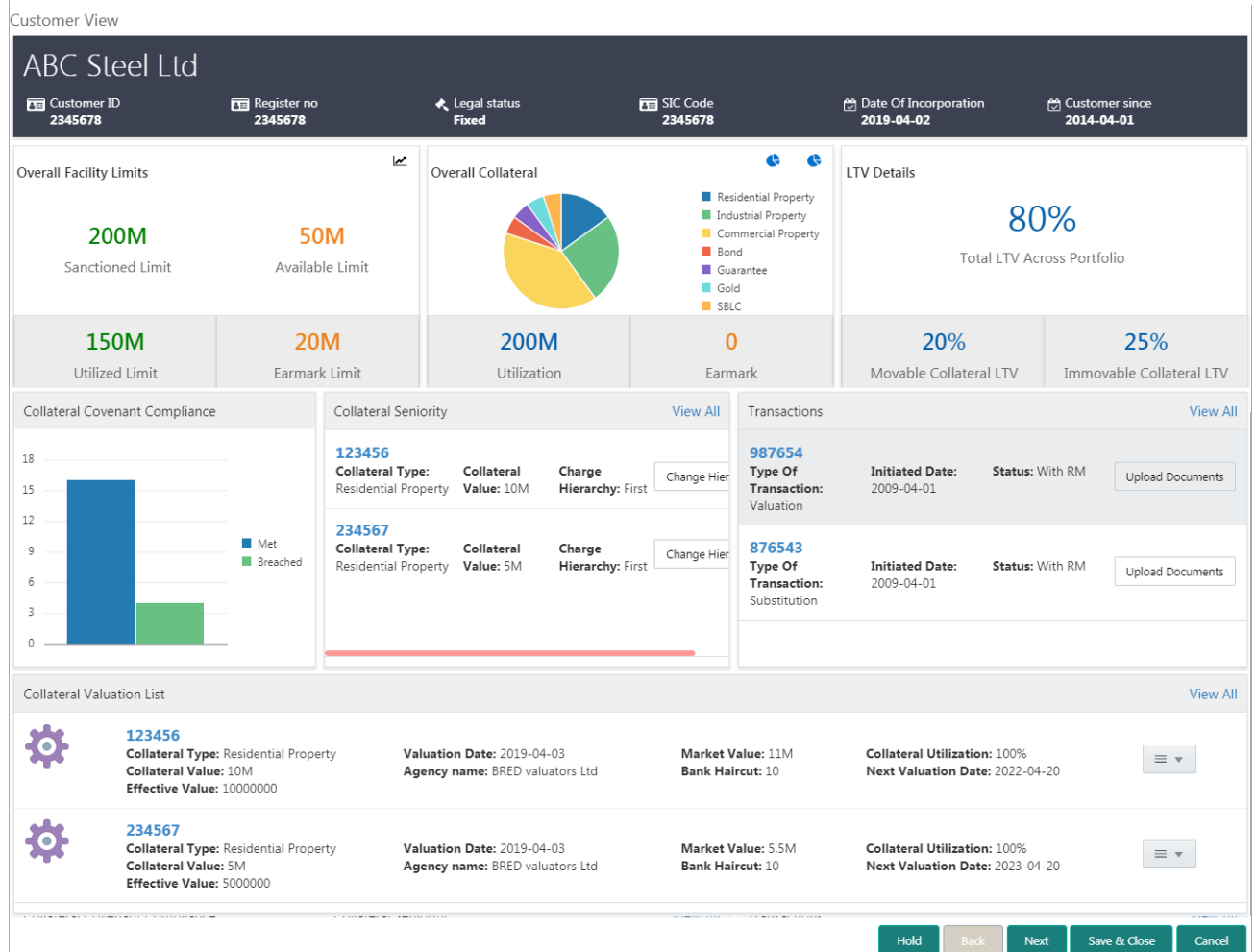
The Collateral 360 Degree view provides an option to view the below mentioned details from a customer's collateral portfolio perspective.

- Overall Facility Limits
- Overall Collateral
- LTV Details
- Collateral Transaction Details
- Collateral Covenant Compliance
- Collateral Valuation List

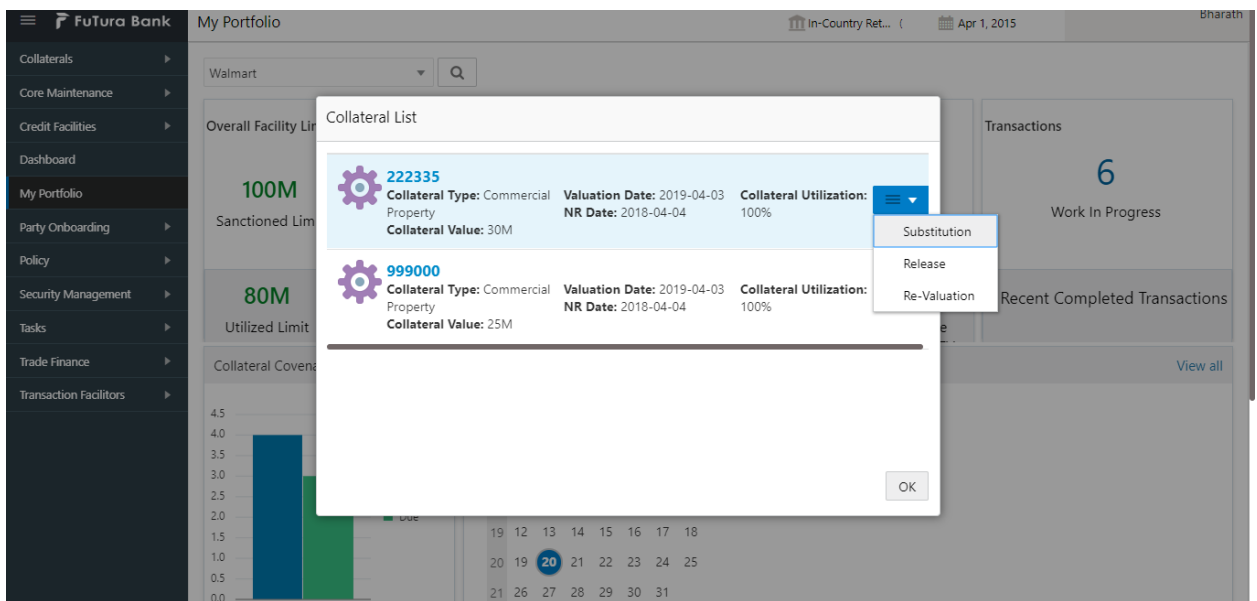## 2.3.1 Overall Facility Limits

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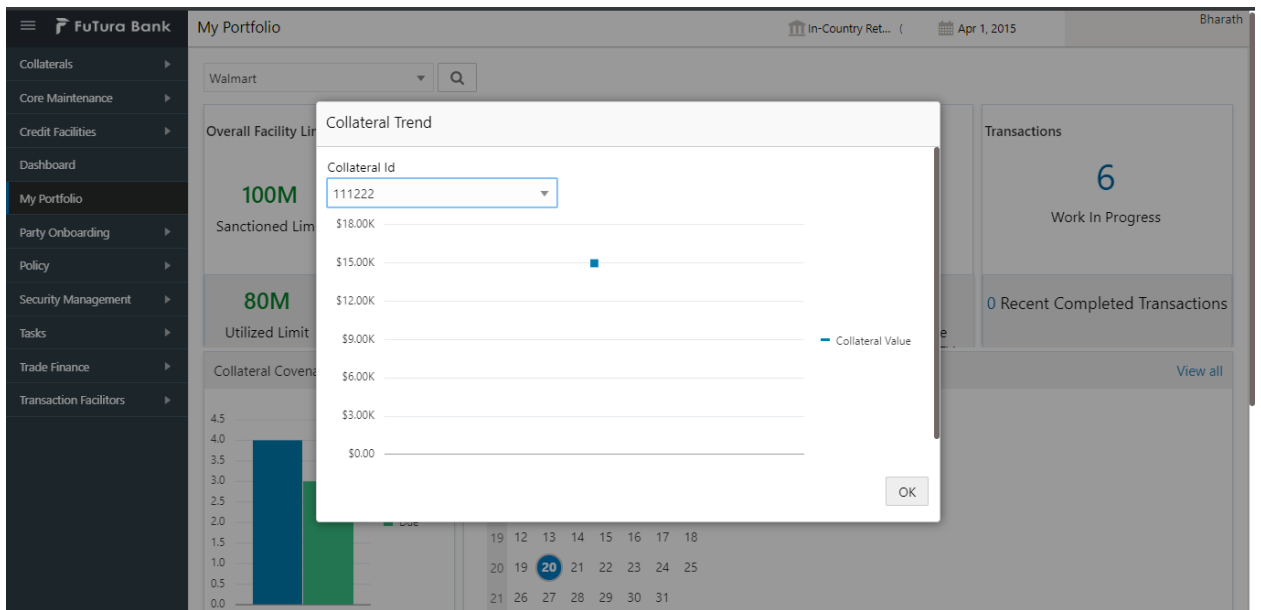

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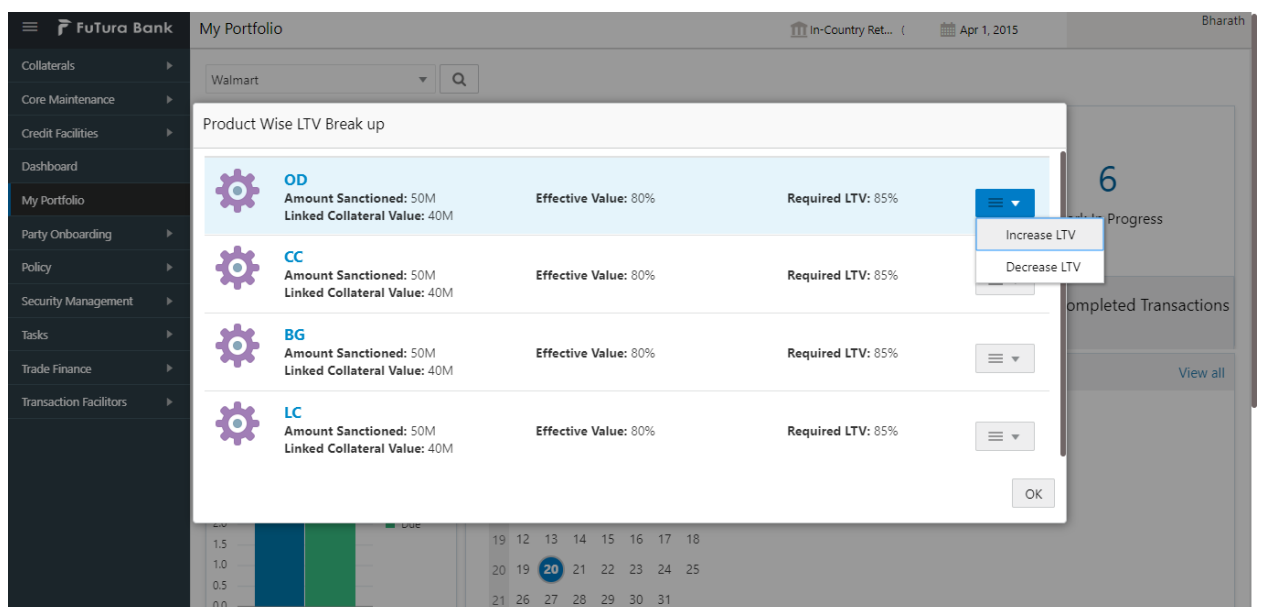

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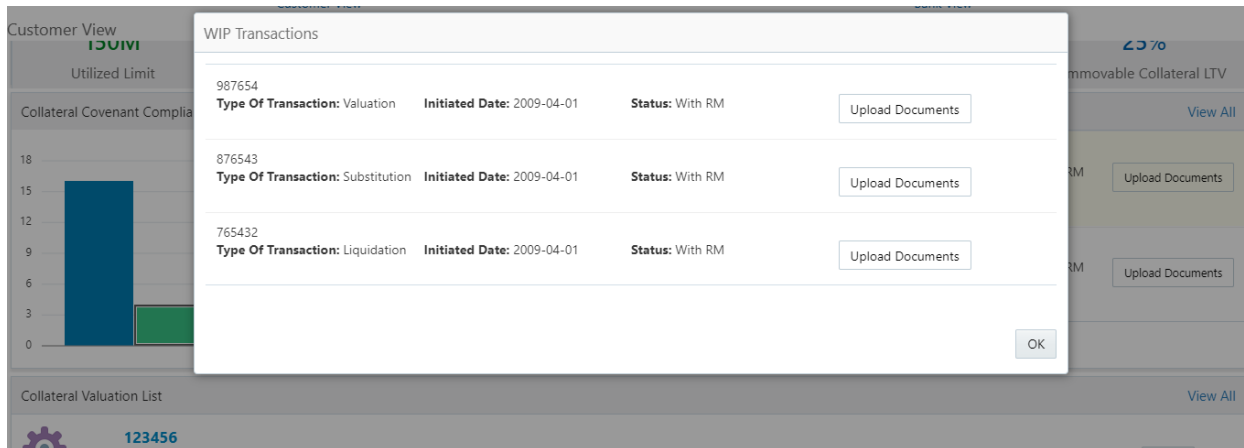

This screen displays the transaction against which the collateral is linked along with the Collateral Value, Effective value and the Required LTV. This screen also provides an option to Increase or Decrease the LTV values for a particular transaction, which in turn triggers the corresponding tasks.

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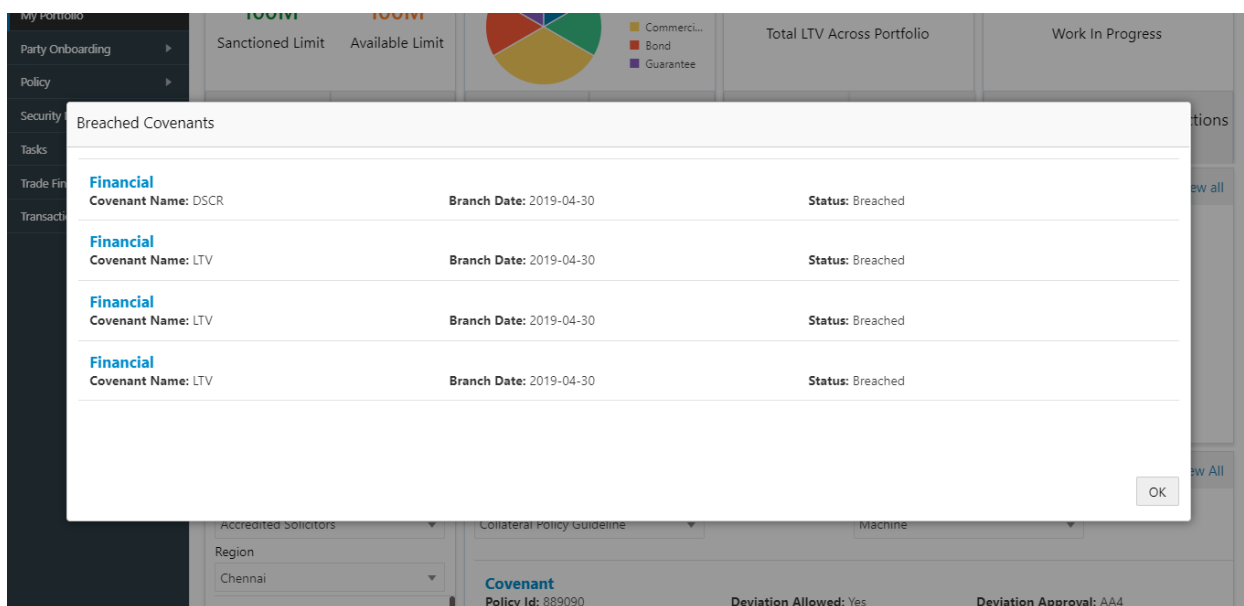

This screen shows the list of Collateral transactions initiated and their status. The screen also displays the type of the transaction and the date on which the transaction is initiated. On selecting a particular Collateral ID in this screen, Collateral Summary screen will be displayed. In case if any of the transaction is pending with the customer for a document upload, Upload Documents button will be available and the customer should be able to upload the document against the collateral from this widget.

2.3.5Collateral Covenant Compliance

This widget provides the details about the Covenant Compliance pertaining to the Collaterals. The widget displays the bar chart with details of the number of Covenants breached and the number of Covenants due for renewal.

On selecting the bar chart, the below shown screen will be shown

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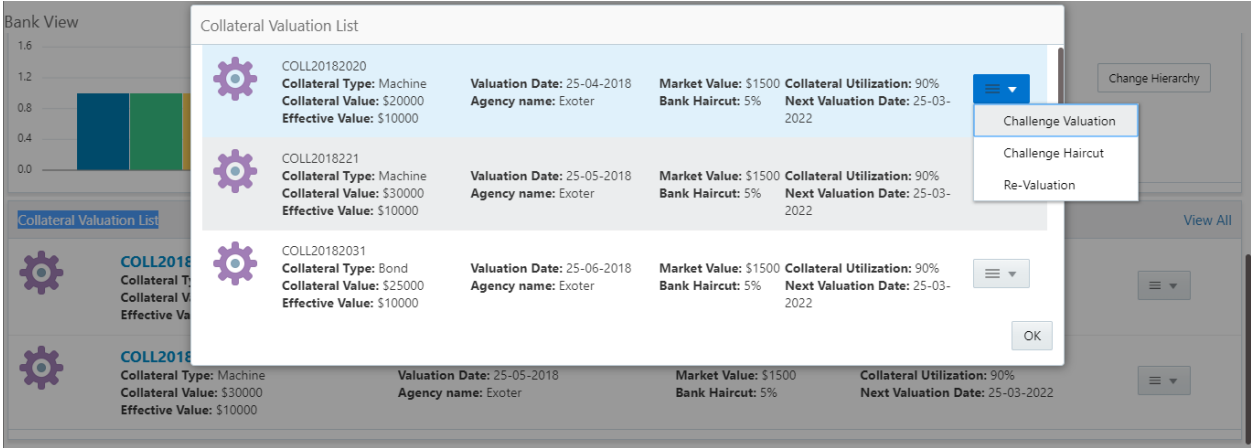
On pressing the view details link, the above shown screen will be displayed.

3. Reference and Feedback

3.1 References

For more information on any related features, you can refer to the following documents:
- Oracle Banking Getting Started User Guide
- Security Management System User Guide
- Common Core User Guide
- Process Maintenance Worklist User Guide
- Oracle Banking Credit Facilities Process Management Installation Guides

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