

Product Release Note
Oracle Banking Corporate Lending
Release 14.5.4.0.0
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1. Release Notes

1.1 Background

Oracle Financial Services Software Limited has developed Oracle Banking Corporate Lending product to service a big corporate customer, for a huge value transaction in the form of loan. Oracle Banking Corporate Lending suite enables large value corporate loans and syndicated loans. It enables banks to play multitude of roles in syndication. Trading platform enables trading of syndicated loans and keeps track of position and balances of different portfolios of bank.

Bilateral Loans

Empowers financial institutions of varied sizes to offer and manage complex commercial loan products catering to large corporate and SMEs. Product manufacturing enables the bank to create innovative products, cuts down time to market and respond to competition efficiently and effectively. Rule driven delinquency handling provides better control over stressed loan assets enabling timely action.

Syndicated Loans

Empowers large multinational banks and Financial Institutions to structure complex syndicated loans under three tier architecture. Robust multi-currency, multi borrower, multi region participation support makes it easier for arrangers to structure ultra-flexible deals seamlessly. High volume processing is supported to cater to deals with thousands of participants.

Secondary Loans Trading

SLT Module tracks the trading of syndicated loans in the secondary market. It allows the booking and settlement of trades under Lead and Participated facilities. It supports Par and distressed loan trading. It also supports the Assignment and Participation (Silent) type of trades.

1.2 Purpose

The purpose of this Release Note is to highlight the enhancements in Oracle Banking Corporate Lending 14.5.4.0.0

1.3 Abbreviations

Abbreviation	Description
BA	Banker's Acceptance
BOD	Beginning Of Day
CAMD	Contract Amendment
ELCM	Enterprise Limits and Collateral Management
EOD	End Of Day
FCUBS	FLEXCUBE Universal Banking System

Abbreviation	Description
FCY	Foreign Currency
GL	General Ledger
LCY	Local Currency
LOV	List Of Values
LS	Loan Syndication
OBCL	Oracle Banking Corporate Lending
OL	Oracle Lending
RFR	Risk Free Rate
SLT	Secondary Loans Trading
SME	Small & Medium Sized Enterprises
SOFR	Secured Overnight Financing Rate
STP	Straight Through Processing
VAMI	Value Dated Amendment

For module code and description details, refer *Annexure* section.

1.4 **Release Highlights**

The scope of the current release Oracle Banking Corporate Lending 14.5.4.0.0 comprises of following functional enhancements.

- Loans – Posting of Retro Dated Transactions
- Loan Syndication – Risk Participation
- Loan Syndication – Participant-wise BA rates
- Loans - 24/7 Operations (Contract Value Dated Amendment)
- Oracle Banking Corporate Lending - Financial Center Holiday Maintenance

1.5 **Enhancements to the Existing Modules**

1.5.1 **Loans – Posting of Retro Dated Transactions**

System allows you to maintain back value days (calendar days) at branch level to restrict backdated transactions (Contract booking/VAMI/Payments) beyond the specified number of days.

You can also maintain Transaction Allowed Days (business days) also called as Retro posting days which specifies the time period in which you can post backdated transactions for the previous months. For example, if this field is maintained as 5, then only from 1st to 5th of every month back dated transactions can be posted.

System also can restrict back dated transactions posted beyond previous month. You can maintain bank level parameter in Loans Parameter Screen by setting the "Enable Transactions Beyond Previous Month" parameter value to N or Y (Value = "N" would allow posting of back dated transactions only for the previous month, Value ="Y" would allow posting of back dated transactions for any period)

1.5.2 Loan Syndication – Risk Participation

Risk participation agreements can be defined between the funding and risk participation banks. Details of risk participation is defined while creating drawdown contracts. Payouts for risk compensation takes place based on risk compensation schedules – similar to Principal and Interest components. Accrual computation and accounting for the self-participation portion is done in the bilateral module.

1.5.3 Loan Syndication – Participant-wise BA rates

Banks can provide for discount and stamping fee rates for a bankers acceptance drawdown contract for every individual participant. The individual rates are summarized and derived at the borrower overall. Discount price derivation is also supported based on configurable rounding parameters. Accrual computation and accounting for stamping and discount rates continue to take place on the bilateral side.

1.5.4 Loans - 24/7 Operations (Contract Value Dated Amendment)

System allows you to input Value Dated Amendment transactions (VAMI) during End of Day (EOD) Operations. Currently system throws an error message while saving VAMI during EOD operations. You can now input the VAMI transactions and they are processed in the EOD. Processing of offline transactions are done by a separate EOD Batch function OL247DLY.

1.5.5 Oracle Banking Corporate Lending-Financial Center Holiday Maintenance

Financial Center Maintenance and Financial Center Holiday Maintenance screens are moved from Oracle Banking Corporate Lending to common core. You need use common core Financial Center Maintenance (STDFCDMT) and Financial Center Holiday Maintenance (STDFCHOL) screens going forward.

2. Annexure : Module Code and Description

Abbreviation/ Acronym	Meaning
CO (Core)	Oracle FLEXCUBE Core
CASA	Current Account and Savings Account
OL	Oracle Lending
LB	Loan Borrower
SLT	Secondary Loan Trading
SMS	Security Management System

Note: User Manuals can be accessed from https://docs.oracle.com/cd/E93985_01/obclptsets.htm

3. Tech Stack

- For information on the Tech Stack, refer Oracle Banking Corporate Lending 14.5.0.0.0 Release Notes 'Tech Stack – Oracle' section and subsequent Innovation Patch Set release notes.