

Oracle® Financial Services Loan Loss Forecasting and Provisioning Release Notes



Release 8.1.2.0.0

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Preface

This section provides supporting information for the Oracle Financial Services Loan Loss Forecasting and Provisioning Release Notes.

Scope of This Document

This document contains the release information for the Oracle Financial Services Loan Loss Forecasting and Provisioning product.

Intended Audience

This document is intended for users of the Oracle Financial Services Loan Loss Forecasting and Provisioning application.

Access to Oracle Support

Oracle customers have access to electronic support through My Oracle Support. For more information, visit <http://www.oracle.com/pls/topic/lookup?ctx=acc&id=info>

OR

Visit <http://www.oracle.com/pls/topic/lookup?ctx=acc&id=trs> if you are hearing impaired.

Related Information Sources

We strive to keep this document and all other related documents updated regularly; visit the [OHC Documentation Library](#) to download the latest version available. The list of related documents are provided as follows:

- [OHC Documentation Library for OFS Loan Loss Forecasting and Provisioning](#)
- *OFS Loan Loss Forecasting and Provisioning Release Notes*
- *OFS Loan Loss Forecasting and Provisioning Installation Guide*
- *OFS Loan Loss Forecasting and Provisioning User Guide*
- [OHC Documentation Library for OFS Advanced Analytical Applications Infrastructure Application Pack](#)
- OFS Advanced Analytical Applications Infrastructure (OFS AAAI) Application Pack Installation and Configuration Guide
- OFS Analytical Applications Infrastructure User Guide
- OFS Analytical Applications Infrastructure Administration Guide
- OFS Analytical Applications Infrastructure Environment Check Utility Guide

The additional documents are as follows:

- [OFSAA Licensing User Manual Release 8.1.2.0.0](#)

- [OFS Analytical Applications 8.1.2.0.0 Technology Matrix](#)
- [OFS Analytical Applications Infrastructure Security Guide](#)
- [OFS Loan Loss Forecasting and Provisioning Security Guide Release 8.1.2.0.0](#)
- [OFS Analytical Applications Infrastructure Cloning Guide](#)
- [OFS Loan Loss Forecasting and Provisioning Cloning Guide Release 8.1.x](#)
- [OFSAAI FAQ Document](#)

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Introduction to Oracle Financial Services Loan Loss Forecasting and Provisioning

International Financial Reporting Standards (IFRS) guidelines have set new requirements for the classification and measurement of financial assets and liabilities. It specifies two approaches for the measurement of assets, namely, Amortized Cost and the Fair Value Approach. The scope of Oracle Financial Services Loan Loss Forecasting and Provisioning is to focus only on the Amortized Cost Approach.

What is New in this Release

This section lists the new features and changes in the OFS Loan Loss Forecasting and Provisioning Application Release 8.1.2.0.0.

New Features

OFS Loan Loss Forecasting and Provisioning bundles the following new features in version 8.1.2.0.0:

- **LGD Model-** The new LGD Model is developed to get the LGD Term Structure. The Workout LGD Methodology is used. Fractional Response Regression is used to train and test the Model. This Model is only available through OFS MMG.
- **Straight Line Method Amortization:** The New Amortization Method is created in addition to the existing Effective Yield Method. The NE method can be selected at the segment level in the existing Interest Adjustment Run.
- **OFS MMG Migration:** The Existing models are rewritten in Python and can be used through OFS MMG.
- **Incremental Load Run ID:** Supports the Incremental Loading of the Staging Product Processor Tables.
- **Currency Conversion:** Within the LLFP application, for a specific source and destination currencies, the Exchange Rates can be referred to from a default Exchange Rate Source or a Rate Source specific to a particular Legal Entity.
- **Subledger:** The Subledger Journal Entries finalization sequence has been streamlined, users are required to finalize for all the previous years before they can finalize for the current year.
- OFS EMF and OFS MMG are supported in Release v8.1.2.0.0 for OFS LLFP upgrades.
- Only OFS MMG is supported for a fresh installation of OFS LLFP Release v8.1.2.0.0.

Deprecated Features

The following PLC codes are deprecated and not used in LLFP 812.

- IFRS9_Cumulative_Loss_Rate_ECL
- IFRS9_Compute_EIR

- IFRS9_EIR_EIS_UPDATE
- Populate_IFRS9_DOIR_RATING

Desupported Features

OFS LLFP Release v8.1.2.0.0 is the last version that supports EMF. Hence from Release v8.1.2.0.0 onwards, OFS LLFP supports OFS MMG.

Installing this Major Release

For detailed instructions to install this Major Release, see the [OFS Loan Loss Forecasting and Provisioning Installation Guide Release 8.1.2.0.0](#).

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Oracle Financial Services Loan Loss Forecasting and Provisioning Release 8.1.2.0.0

Oracle Financial Services Loan Loss Forecasting and Provisioning Release 8.1.2.0.0 is a separately licensed product.

33813714 - OFS LLFP Application Release 8.1.2.0.0 includes all enhancements and bug fixes since the 8.1.1.1.0 release.

Bugs Fixed in this Release

The following bugs are fixed in this release.

Bug Number	Bug Description
33103458	CREDIT LINE RECONCILIATION SCORECARD REPORTS MUST HAVE FILTER CONDITIONS TO SELECT TWO DIFFERENT RUNS

Known Issues or Limitations in this Release

There are no known issues or limitations in this release.

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Oracle Financial Services Analytical Applications Infrastructure

See the [OFS Advanced Analytical Applications Infrastructure Application Pack Release Notes](#) for the details on the New Features, List of Bugs Fixed, and Known Issues and Limitations.

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Hardware and Software Technology Matrix Details

The hardware and software combinations required for OFS AAAI 8.1.2.0.0 are available at [OFS Analytical Applications Technology Matrix](#).

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Licensing Information

For details on the third-party software tool used, see the [OFSAA Licensing Information User Manual Release 8.1.2.0.0](#).