INCENTAGE

INCENTAGE INTRADAY LIQUIDITY MANAGEMENT

Incentage leverages your competitive edge.

Our business solutions are the exact opposite of one-size-fits-all. Your position as a player in the financial services industry is based on proprietary know-how, so it's only natural that you want an intelligent message management solution which sets you apart from the competition. We have it. Exclusively for you.

Incentage business solutions allow you to preserve your individuality and focus on your client base without any trade-offs in terms of message traffic streamlining. Uniqueness meets uniqueness.

Incentage Intraday Liquidity Management solution

Actively managing intraday liquidity positions

INTRADAY LIQUIDITY MANAGEMENT – DOES IT MAKE SENSE?

Banks usually already have well established liquidity management processes Why do they need to be upgraded?

Today's liquidity management processes are based on end-of-day analysis and accounting system practices. But regulators are increasingly insisting on an intraday view on liquidity. Intraday liquidity differs substantially from all conventional figures! It is a whole new approach. It is not looking at liquidity in the books but at the cash actually available on a confirmed basis at any point-of-time during the day. This a totally different number. As an example: When liquidity is transferred from one nostro account to another, traditionally this is not considered liquidity relevant. Intraday, however, there is a temporary liquidity drain from the point the amount is debited on one account until its availability is confirmed on the other. Values in transit temporarily disappear from the actually available intraday liquidity.

Illustration: Overview over Incentage Intraday Liquidity Management solution

Incentage AG | Mülistrasse 18, CH-8320 Fehraltorf, Switzerland | Phone +41 43 355 86 00, Fax +41 43 355 86 01 | info@incentage.ch, www.incentage.ch

INTRADAY LIQUIDITY CONTROL WITH IIL

The Incentage Intraday Liquidity Management solution provides you anytime during the day the total overview of the confirmed current position by currency clearing system, correspondent bank and/or cash custody account. All in one place.

The information available in IIL also provides the basis for further analysis and stress testing.

Incentage IIL provides two complementary solutions. The first focuses purely on supervision and control, while the second one provides the capability to actively manage your outgoing payment streams.

KEY FEATURES SOLUTION I – SUPERVISION AND CONTROL

> Monitoring of intraday liquidity positions

- Determine opening/closing balances per currency and account
- Daily maximum intraday liquidity usage
- Intraday liquidity based on net position of nostro accounts, vostro accounts and direct clearing based on time stamps
- Total gross payments sent and received including transactions from and to ancillary systems

> Warning and escalation

- Trigger alerts if intraday balances are not within defined thresholds and SLA
- Trigger alerts if message flow is not within defined patterns
- Support escalation processes for alerts and incidents

> Reporting

- Generate required reports to regulators (BCBS 248), customers (correspondent banking services) and internal systems

KEY FEATURES SOLUTION II – MANAGE PAYMENT STREAMS

Depending on the service offering of your correspondent banks and clearing systems we offering additional functions

- Active management of intraday liquidity in external systems (e.g. direct access to web services of clearing system and/or correspondent banks)
- Changes of priorities of transactions
- Tapping on liquidity reserves for high priority payments
- Message interruption based on predefined criteria
- Message flow handling based on instruction from up-stream applications (e.g. no stopping of message etc.)
- Automatic release of messages based on predefined criteria
- Forced manual release of messages
- Cancellation of interrupted messages

OPTIONAL FEATURES

- Reports for customers with vostro accounts (correspondent banking services)
- Billing service for intraday liquidity offering
- Retrospective reporting of intraday liquidity usage including incident tracking
- Dashboard with intraday timing of liquidity in- and outflows with forecast of potential net funding shortfalls
- Comparison with historical data
- Central repository of all payment transactions with features such as search and retrieve, copy, dispatch etc.

Welcome to the world of financial messaging!

Incentage is a worldwide leader in messaging solutions for the financial services industry.

The hottest Incentage solutions:

- IMS Incentage Middleware Suite - The message transformator
- ISB Incentage Service Bus The message orchestrator
- IPC Incentage Process Cockpit The message controller
- ITA Incentage Test Automation The messaging regression testing
- Address Book for BIC, LEI, DN, SSI etc.
- Corporate Actions
- CSD Suite
- Intraday Liquidity Monitoring
- Fraud Detection and Prevention
- STP Screener and STP Box
- T2S
- and more

CUSTOMER BENEFITS

- Opening/closing position on daily statement
- Net position of incoming and outgoing payments including ancillary systems per currency and account
- Daily maximum liquidity usage overall, per currency and account
- Active monitoring of transaction flows including warning and incident escalation processes
- Monitoring of intraday balances within thresholds and SLA
- Holding and release features for all outgoing transactions
- Reporting to regulators and/or customers
- Global solution for international banks which comply with requests of regulator(s)
- Full coverage of all message types of the 'pragmatic solution'