

FIRE – LEGAL REPORTING FOR BANKS

AN INNOVATIVE AND RELIABLE REPORTING SOLUTION FOR SWISS AND LIECHTENSTEIN BANKS

Banks and securities brokers active in Switzerland and Liechtenstein must periodically report to the authorities. BearingPoint Switzerland AG offers reliable software to support an entirely automated declaration to the authorities.

DESCRIPTION OF THE SOLUTION

The FIRE software captures data from the bank's back-office system, carries out the necessary calculations and creates the reports in the required form. All legal changes are covered by regular updates of FIRE. FIRE covers the following mandatory statistics:

- SNB statistics
- Calculation of equity capital
- Large exposure risk
- Market risk (de-minimis and standard method)
- Interest risk with Focus ALM

BASEL II

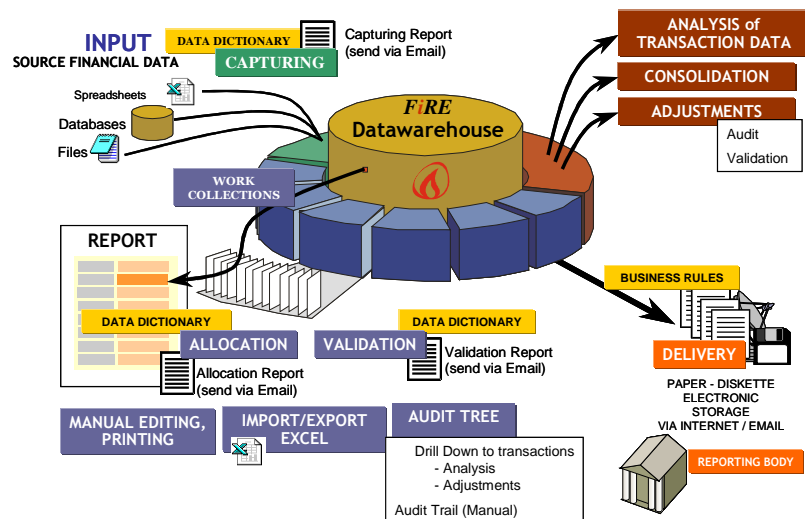
FiRE covers the requirements of Basel II as follows:

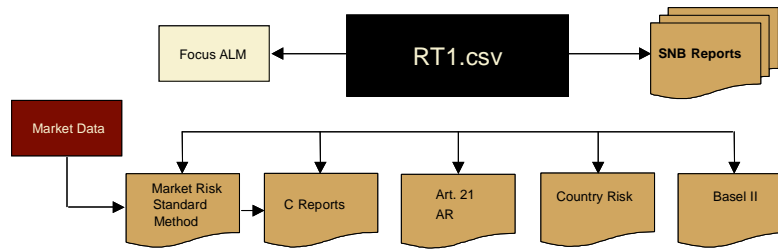
- The new equity capital coverage is based on the same interface that is being used for the SNB statistics. This permits a consistent and coordinated reporting from one single data source.
- Credits and their securities are delivered in the interface; FiRE calculates the resultant optimised equity capital requirements.
- For the calculation of the credit risk FiRE offers within the standard approaches (SA-CH, SA-BIS) the comprehensive and the simple methods.

- The necessary calculations are carried out in FiRE (e.g. risk weighting, haircuts and country ratings).
- The necessary currency and duration deductions are calculated automatically.

THE ADVANTAGES

- FIRE is already installed and successfully in production in 170 banks in Switzerland and in Liechtenstein. The software is available for 26 countries and is used in 700 banks worldwide.
- In addition to the reporting to the authorities FIRE offers the production of individual statistics for the internal reporting.





F/RE uses data from the bank's back-office system to perform the necessary calculations (e.g. the risk weighting).

- With F/RE and its updates the bank profits from the experience of BearingPoint with the regulatory authorities.
- The main banking software vendors provide standardised interfaces for F/RE, which facilitates implementation and maintenance.

MAIN FUNCTIONALITIES

- Multi-language.
- Multi-user.
- Consolidation functions.
- Capture and storage of the delivered data (in »csv« format according to the RT1 data-dictionary) in F/RE; list of warnings and errors provides the data necessary for correction.
- Database requests with chosen criteria that can be saved in form of views.
- Production (treatment) of the SNB statistics.
- Integration of the SNB validation rules.

- Data delivery in the SNB format on floppy disk or by e-mail to the regulatory authorities.
- Possibility to modify cells in the report forms and to add comments; a list of all modifications can be printed out.
- The audit trail can show the detailed contents of specific cells as well as the conditions that were at the origin of the calculation.
- Aggregation: the statistics can be created separately or for several banks together.
- Export of the reports, datasets and the audit-trail into an excel-file.
- Administration of selected report groups by the users.
- Automatic start of the capture programs.
- Many banks from one installation.

YOUR CONTACTS AT BEARINGPOINT IN ZURICH

BearingPoint Switzerland AG
Pfungstweidstrasse 60
CH-8005 Zurich

Josef Wicki
Tel. +41.43.299.73.60
josef.wicki@bearingpointconsulting.com

Adrian Consani
Tel. +41.43.299.73.63
adrian.consani@bearingpointconsulting.com

YOUR CONTACTS AT BEARINGPOINT IN GENEVA

BearingPoint Switzerland SA
Route de Pré-Bois 29
CH-1215 Geneva 15

Jean-Michel Marguerat
Tel: +41.22.747.05.04
jean-michel.marguerat@bearingpointconsulting.com

61106/lz