



Liquidity Program

Complete Regulatory Reporting & Liquidity Stress Testing

Firms must act now to meet the requirements of the FSA’s Strengthening Liquidity Standards policy. The solution from Lombard Risk resolves qualitative Systems and Controls requirements (liquidity scenario & stress testing and management information requirements) and Regulatory Reporting requirements in one completely integrated liquidity and regulatory reporting solution.

Join The Lombard Risk Liquidity Program. It’s The Key To Success.

According to the FSA, your firm must have adequate liquidity at all times, and be self-sufficient, with no dependency on other parts of the group. The FSA expects these new liquidity standards to be delivered via your firm’s robust response to FSA Systems and Controls requirements and through the development of Individual Liquidity Adequacy Standards (ILAS). The Individual Liquidity Adequacy Assessments (ILAA) must be completed now using well-documented scenarios and assumptions. Through the FSA’s Supervisory Liquidity Review Process, and backed by an army of new supervisors, the FSA will set your firm’s Individual Liquidity Guidance. And that will be affected by the quality and appropriateness of your preparedness in terms of reporting, stress and scenario testing, and senior management involvement. Lombard Risk is ready to help your firm to get prepared. We are offering an integrated liquidity and regulatory reporting solution and a complete project management process. We’ve worked out a detailed program, carefully managing all the key risks and dependencies, in order to ensure success.

By working with Lombard Risk, your firm will receive several benefits including the ability to:

- ❖ Execute complete stress and scenario testing right now to optimise preparation of your Individual Liquidity Adequacy Assessment
- ❖ Implement the FSA047 through to FSA055 computations covering the new Data Items before the required deadline
- ❖ Receive guided analysis concerning the impact of the new granular data requirements as it relates to your firm
- ❖ Achieve the capability to report FSA’s new data items to GABRIEL with ease
- ❖ Satisfy onerous senior management systems and controls requirements
- ❖ Eliminate the need to perform liquidity monitoring in spreadsheets or difficult to maintain internal programs
- ❖ Gain direct access to subject matter experts and peer group discussions to receive further insight about the industry’s response to the FSA mandates
- ❖ Enable process control, cost savings and audit accuracy by leveraging the same source data for regulatory reporting, scenario testing, and management information

The Lombard Risk Liquidity Program is delivered in manageable phases:

Phase 1	
Our Agreement	We create a project mandate that outlines our responsibilities, as well as yours. Clearly defined deliverables and project milestones serve as the foundation of the Liquidity Program.
Analysis & New Data	Our team of experts has already performed an intricate analysis of all the data required, and we can guide your Firm to capture the data that’s necessary. We mutually determine how and when your Firm will deliver the source data and jointly agree to a testing plan.
Lombard Risk Liquidity Stress & Scenario Testing Solution	We work together to satisfy stress & scenario testing requirements by using the Lombard Risk solution to build a rules library and help prepare your ILAA.
Phase 2	
Computation Engine Data Item Delivery	We deliver the Lombard Risk Liquidity Engine to enable generic liquidity computations and data computations for FSA047-FSA055.
Workshops	We provide access to our company’s information portal and invite your firm to participate in our workshops, which are designed to further interpret the new FSA regime.
Data Delivery	Armed with your data, the Lombard Risk Core Liquidity computes and outputs Data Items for validation, cross validation and GABRIEL support.
Phase 3	
Liquidity Stress & Scenario Upgrade	When all the new data arising in the FSA’s more granular regime are finalised, Lombard Risk’s liquidity stress & scenario testing is upgraded to include these.
Liquidity Risk management info	Your firm will be able to make use of Lombard Risk’s Trends And Variance Analysis module to adjust or refine your automated scenarios and distribute key Management Information on an ongoing basis.

The Deadlines Are Just Around The Corner.

Don't leave it too long: Policy Statement 09/16 sets out the final timetable.

The 1st deadline is coming fast: Your Firm needs to produce Stress & Scenario Testing results prior to the end of the year.


Compliance requirements are onerous: Compliance with the regulations will be a major challenge.

What's Your Next Step?


Schedule A Workshop: We've already completed an extensive analysis of the new regime requirements. To determine the impact on your data source requirements, contact Lombard Risk as soon as possible: call us on 020 7089 3700.

Act Now. Don't Delay. There's A Complete Solution Available To Your Firm.


Lombard Risk Delivers A Complete Solution




Management Oversight



STB-Reporter



Liquidity Engine



ScenarioManager

- ❖ Multiple interfacing options
- ❖ Eliminates duplication
- ❖ Integrated with BoE and IRR too
- ❖ Common data throughout
- ❖ Cost saving and audit accuracy
- ❖ Drill down and audit trails
- ❖ Centralised administration and control

Your Answer To:

- ❖ Complex interfacing requirements
- ❖ Coordinated FSA and BoE regulatory output
- ❖ Liquidity Stress & Scenario Testing
- ❖ Leverage existing installation
- ❖ Single fully integrated solution

Find Out More!

The UK's Strengthening Liquidity Standards regime significantly challenges the data quality, automation solutions, policies and processes of in scope financial institutions. Lombard Risk clients benefit from using a complete integrated solution to compute, report, stress test, and provide each of alerts to management and reports to the regulator. To get your key to success and find out more about Lombard Risk Liquidity Program, please call your account manager, or contact us. Additional information can be found at www.lombardrisk.com. Please also review the Lombard Risk Liquidity Stress & Scenario Solutions and STB-Reporter information sheets.

About Lombard Risk

Lombard Risk is the 2nd largest global provider of specialised software solutions that improve the management of collateralised trading and regulatory compliance to over 300 financial businesses and large corporations. Our solutions mitigate risk and improve regulatory financial compliance so our clients can stay a step ahead of complex trading demands, increasing regulatory challenges, complex market conditions and many other changing financial compliance mandates. Lombard Risk operates from offices based in London, New York, Shanghai, Hong Kong, Singapore and Johannesburg. Our clients include 20 of the world's top 50 banks, and numerous financial institutions including nearly half of the 340+ banks operating in the UK, as well as several industry leading investment firms, asset managers, hedge funds, fund administrators, and large corporations.

London

New York

Shanghai

Hong Kong

Singapore

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