

<b>Data Gaps</b>	<p>Based on the Deal Type Overview and an analysis of real data instance samples, our experts will assist your team in identifying data gaps:</p> <ul style="list-style-type: none"> <li>• Missing or incomplete data</li> <li>• Data quality or reliability issues</li> <li>• Insufficient timeliness of data availability</li> </ul> <p>Our experts can propose and help <b>design measures to overcome these gaps</b> and might include:</p> <ul style="list-style-type: none"> <li>• Defining rules for (automated or manual) checksums and reconciliation: controls, to ensure the necessary data quality and integrity</li> <li>• Filling out missing data, based on default values or mapping rules</li> <li>• Data enrichment: filling out missing data, on the basis of the rules on existing data, which may be simple mapping rules but could also include e.g. sophisticated interpolation techniques.</li> </ul>
<b>Process &amp; Systems Gaps</b>	<p>Our experts can analyse your entire accounting process and assess its <b>readiness for IFRS 9</b>:</p> <ul style="list-style-type: none"> <li>• Data capture: have the data gaps been successfully overcome and is all necessary data available now?</li> <li>• Valuation: how are accounting values currently calculated: by which systems? Is transaction-level analysis possible everywhere?</li> <li>• Accounting: which debit/credit journal entries are currently generated? Are they generated at deal level or at aggregated level? Will this be sufficient to ensure IFRS 9 compliance?</li> <li>• Reporting &amp; Analysis: How are internal and external reporting requirements met? How will the reports currently produced need to be altered to ensure IFRS 9 compliance?</li> </ul> <p>The existing IT systems will be reviewed in terms of source data production, including your core banking system(s), trading system(s), front-end systems, GL and any data available only in e.g. Excel files or other non-structured formats. We can provide <b>guidance on how these systems may have to be altered to ensure IFRS 9 compliance</b>.</p> <p>Moreover, we can assist you with a review of your <b>workflow organisation</b>:</p> <ul style="list-style-type: none"> <li>• Who is responsible for which processes?</li> <li>• Which approval processes are in place?</li> <li>• How is the chronological flow of tasks organised?</li> </ul>
<b>Basel II /III Bridge</b>	<p>If you already have systems and processes in place to ensure compliance with Basel II or Basel III, you will obviously want to know, to which extent you can <b>leverage that investment for your IFRS 9 accounting system</b>.</p> <p>E.g. can you reuse a 12 month forward-looking PD in IFRS 9? If yes, which transformations need to take place?</p> <p>Same question for the LGD.</p> <p>In which cases do you base your IFRS 9 risk provisions on the EAD and in which cases on the portfolio's carrying amount?</p>