Increasing operational effectiveness: implications for regulatory reporting
New trends in regulatory reporting

- Basel III / Solvency II reporting
- Integration of new risks
- More detailed data
- Electronic format submission
- Coherence control between reports
- Stronger supervision
# Best Practices on Regulatory Reporting

| Automated Solution | - Excel and XBRL  
| - Local reports delivered  
| - Regulatory follow-up |
|---------------------|---------------------------------------------------------------|
| Local vs. Consolidated Reports | - Intragroup detection and elimination |
| Reporting audit | - Possibility to drill down from the reporting cells to the underlying components |
| Validity Checks | - Regulatory checks intra and inter reports delivered in standard  
| - Possibility to create custom checks |
| Reporting Workflow | - Assignment of different status per report  
| - Possibility to attach explanatory files  
| - View of the workflow history |
| Reporting Adjustments | - Manual adjustments on the reporting underlying data  
| - Full audit trail maintained |
| Management reporting | - User-friendly tool  
| - Multiple types of reports (pivot table, graphs) |
Automated solution

**Challenges:**
- Significant increase in reporting requirements
- Frequency

**Best Practices:**
- Automated system
Local vs. Consolidated Reports

Challenges:
✓ Intra group transaction management

Best Practices:
✓ Intra group detection
✓ Intra group elimination
✓ Intra group reporting
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**Reporting audit**

### Challenges:
- Ability to justify to supervisors how the report cells were produced

### Best Practices:
- ON-line audit trail with drill-down capability
### Validity Checks

**Challenges:**
- Check data quality within one report and between multiple reports

**Best Practices:**
- ON-line audit trail with drill-down capability

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**Rules Validation:**

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```

**SCR - B3A**

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Reporting Workflow

Challenges:
- Managing the regulatory reporting process

Best Practices:
- Integrated workflow engine

1. Import data from Source Systems
2. Check imported data
3. Adjust Imported data
4. Perform Calculation
5. Check calculation results
6. Adjust Calculation Results
7. Generate reports
8. Check reports
9. Adjust reports
10. Submit Reports
Management Reporting

Challenges:
✓ Capitalise on the data consolidation to obtain multiple views of the bank’s data

Best Practices:
✓ Dashboard reporting tool
Thank you.
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