

Factsheet

Collateral management as-a-service for Finastra's Kondor, Summit and Opics solutions

CloudMargin is a fully automated, cloud-based, end-to-end collateral management workflow tool covering every aspect of the collateral management life-cycle. Fully integrated into Finastra solutions, it offers a highly secure, low-cost solution.

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CloudMargin clients report up to 70% cost savings across the collateral management function firm-wide."

The Challenge

Collateral management functions face competing pressures today. On one side, increased collateral obligations and regulatory requirements demand better and more efficient collateral management. On the other, squeezed margins and rising costs limit the resources available for major changes and upgrades. But the status quo is not sustainable.

On-premise systems are siloed and costly to maintain, while low levels of automation and poor client connectivity mean that collateral is used inefficiently. For many banks that have key client relationships based on collateral management, significant resources have to be devoted to servicing and managing agreements.



How it works

As a single-instance cloud platform for collateral management, CloudMargin offers a common, automated workflow for collateral management, enabling financial institutions to manage their own collateral programs. CloudMargin covers all instruments in one place: OTC bilateral and cleared, securities finance, ETD and TBA. It is fully auditable and controllable, offering user permissions, four-eye approvals and a full audit trail.

CloudMargin connects to counterparties and third-party service providers via open APIs, with the capability to upload and download data in any machine-readable format. Counterparties connect via client portal or MarginManager, and the platform includes out-of-the-box connectivity to an ecosystem including settlement venues, optimization venues and pre/post-trade analytics.

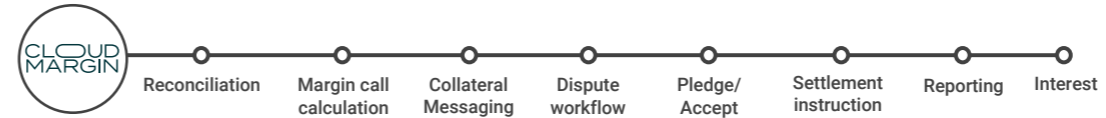
With a standardized workflow and automated rules, CloudMargin offers high levels of automation, so financial institutions can focus on exceptions and move toward full STP.

Flexible optimization, a single ledger for all agreed movements and real-time settlement status all make it possible to reduce risk and use collateral more effectively to positively impact P&L.

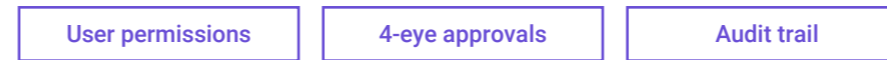
All instruments in one place



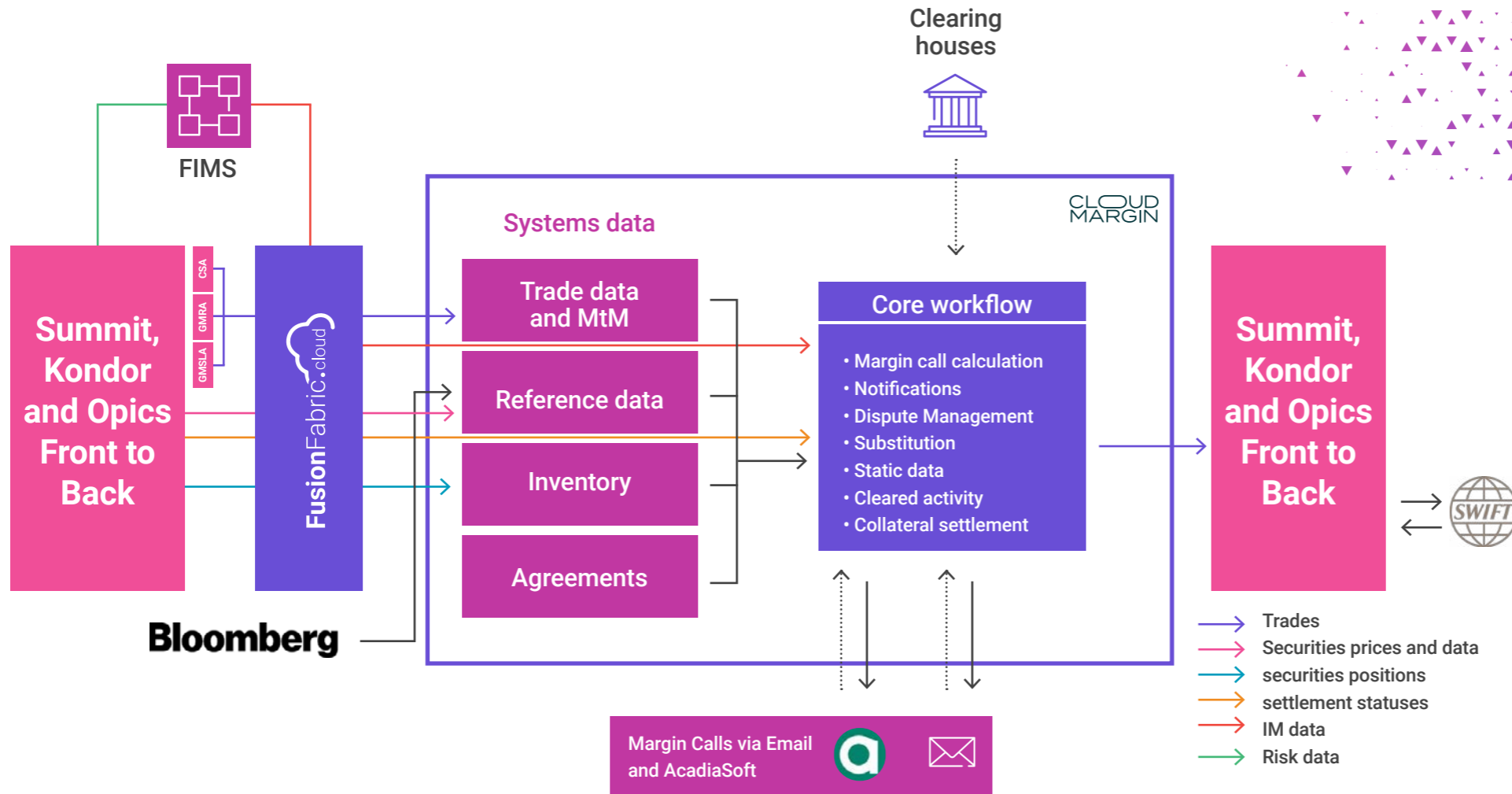
One common, automated workflow



Fully auditable and controlled



How it works: End-to-end integration between CloudMargin and Finastra Solutions



*Common integration and end-to-end workflow for Finastra products: Fusion Kondor, Opics and Summit

// *CloudMargin connects to counterparties and third-party service providers via open APIs, with the capability to upload and download data in any machine-readable format.*

Key features



Single automated workflow for all traded instruments



Plug and play connectivity to all counterparties and third-party service providers



Fully auditable and controlled



Out-of-the-box connectivity with Fusion Kondor, Summit and Opics for rapid onboarding



Secure data with end-to-end encryption

Benefits

Dramatically reduced cost

CloudMargin clients report up to 70% cost savings across the collateral management function firm-wide. Zero-install service and on-demand usage reduces IT hardware and management spend while consumption can be monitored at a highly granular level.

Reduced risk

Market-leading process automation and secure hosted infrastructure drives down both credit and operational risk. The solution offers multiple backups with end-to-end encrypted transmission and access via multi-factor authentication.

More efficient use of collateral

With a unified approach, real-time views and comprehensive connectivity, banks can use available collateral more effectively and positively impact P&L.

Improved agility and innovation

As a SaaS-based solution, CloudMargin can be rapidly scaled up or down to meet demand, while continuous updates mean banks always have access to the latest technology and upgrades.

Rapid deployment

Out-of-the-box integrations with Finastra solutions (Fusion Kondor, Summit and Opics) allow for rapid onboarding with no additional integration costs or project risk, with the majority of data accessible directly from third parties via CloudMargin.

For more information, contact us at capitalmarkets@finastra.com or visit www.finastra.com/cloudmargin

About Finastra

Finastra is building an open platform that accelerates collaboration and innovation in financial services, creating better experiences for people, businesses and communities. Supported by the broadest and deepest portfolio of financial services software, Finastra delivers this vitally important technology to financial institutions of all sizes across the globe, including 90 of the world's top 100 banks. Our open architecture approach brings together a number of partners and innovators. Together we are leading the way in which applications are written, deployed and consumed in financial services to evolve with the changing needs of customers. Learn more at finastra.com

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Corporate Headquarters

4 Kingdom Street
Paddington
London W2 6BD
United Kingdom
T: +44 20 3320 5000

