

SS&C EVOLV

# Takes a holistic approach to IFRS 9 Impairment and CECL transition with EVOLV Reserving Solution.

Top-30 bank holding company

Case Study

SS&C EVOLV transforms bank's end-to-end allowance process with a unified risk and accounting platform.

## Business challenges

- **Limited reporting capabilities** – aging legacy system unable to sufficiently support analysis of modeled results, perform scenario analysis, and project reserves
- **Manually intensive processes** – manual overrides, extensive data updates, and reconciliations regularly performed to compensate for outdated reserving system
- **New accounting pronouncements** – need to replace existing systems and processes in preparation for transition to IFRS 9 Impairment and FASB's CECL standard
- **Multiple reporting perspectives** – dual filer requiring accounting and reporting functionality for both IFRS and U.S. GAAP



For more information, visit [ssctech.com](http://ssctech.com)



## Functionality implemented

Data import and validation	Model execution	Qualitative adjustments	Controls framework	Reporting and analytics
Automated cleansing, validation, normalization, and maintenance of data quality  Centralized tool to facilitate and discretionary data updates	Centralized platform hosts all models across several lines of business and multiple accounting and regulatory reporting purposes	Ability to adjust or overwrite quantitative results for factors not considered by the model	Full audit trail of model runs, role-based permissions, segregation of duties, and data lineage tracking	Powerful granular reporting used for internal management packages, ad-hoc analytics, and what-if analysis

## Benefits

### Future-proof

- **Holistic approach** to IFRS 9 Impairment and CECL transitions
- IFRS 9 Impairment and **CECL-ready** reserving solution supporting a **variety of expected credit loss methods** within a controlled framework

### Increased productivity

- **Automation of data** import, validation, documentation, and controls
- **Elimination of manually intensive** reporting process through automated granular and flexible reporting that integrates data and modeled results

### Decreased risk

- **Embedded preventative and detective controls** including control totals, error reports, audit trails, reconciliations, and segregation of duties
- **Streamlined documentation and controls process** including automated data validations, data enrichment, audit trails, and full data lineage in support of BCBS 239 compliance

### Greater transparency

- Flexible analytics **linking the change in the reserve** at the instrument level to the underlying **driver of change**
- **On-demand reports** including attribution, rate vs. volume, risk rating and delinquency status migration, scenario, sensitivity, and variance analysis