

What's New in

Regulatory Compliance

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| Release Highlights



Regulatory Compliance

CRS Client Identification » Automated Creation of CRS Records for all Customers

This functionality is part of the CRS Client Identification module, which is enhanced to support the following:

- The `RT.REGULATORY.RULES` table is enhanced to configure exclusion criteria for different types of customers to be excluded from the creation of the `CRS.CUST.SUPP.INFO` record before indicia assessment.
- A `CRS.INDICIA.HISTORY` table is introduced to store the history of indicia for all customers. The `CRS.INDICIA.HISTORY` record is created, when the indicia condition changes for a particular customer.
- A CRS Indicia History enquiry is introduced to allow the user to view the history of indicia changes together with the current indicia conditions for a selected customer.
- The *Indicia Start Date*, *Indicia Data Rule* and *Indicia Data Value* fields have been added to the existing multi-value indicia set in `CRS.CUST.SUPP.INFO` for the satisfied indicia and the respective countries.
- The `RT.CHECK.MAILING.PREFERENCES` API is introduced to check the address preference in `DE.CUSTOMER.PREFERENCES` and the address country in `DE.ADDRESS`. This API supports the customer mailing preferences created at the customer, account and portfolio levels. The API also supports carriers as an input from rules.
- The *Rule Type* and the *Rule Id* fields have been introduced in the `CRS.CLIENT.TYPE` table to allow the user to define the indicia rule and mapping rule for the relevant customer type. The `CRS.CLIENT.TYPE` table is also enhanced to add the *Cus Operator* field values 'Le' (Less than or equal to) and 'Ge' (Greater than or equal to).
- The `RT.GET.TRUSTEE.INDICIA` API is modified to allow the user the preferred country field for indicia check, which is subject to the accurate configuration of the *Residence* field in the `CUSTOMER` application to be considered for indicia check.



- The indicia is automatically updated when there is a relationship between a Trust and the Trustee, and the relationship is also defined in the CUSTOMER record of the trustee.
- A mapping and indicia rule for 'Entity Trusts whose Trustees are Known' is added to the `RT.REGULATORY.RULES` application to allow users to configure the CRS indicia rule.
- This functionality also provides the user with the necessary tools to be able to correctly identify CRS Reportable customers and complete the due diligence process as required by the CRS Regulation.

Click [here](#) to understand the technical impact of this enhancement for customisation and upgrades.

The topics related to this feature are given below:

[Configuring Due Diligence](#)

[Working with Due Diligence](#)

[CRS Indicia Details – Current and History](#)

[CRS.CLIENT.TYPE](#)

FATCA Client Identification » Automated Creation of FATCA Records for all Customers

This functionality is part of the FATCA Client Identification module, which is enhanced to support the following:

- The `RT.REGULATORY.RULES` table is enhanced to configure exclusion criteria for different types of customers to be excluded from the creation of the `FATCA.CUSTOMER.SUPPLEMENTARY.INFO` record before indicia assessment.



- A `FATCA.INDICIA.HISTORY` table is introduced to store the history of indicia for all customers. The `FATCA.INDICIA.HISTORY` record is created, when the indicia condition changes for a particular customer.
- A FATCA Indicia History enquiry is introduced to allow the user to view the history of indicia changes together with the current indicia conditions for a selected customer.
- The *Indicia Start Date*, *Indicia Data Rule* and *Indicia Data Value* fields have been added to the existing multi-value indicia set in `FATCA.CUSTOMER.SUPPLEMENTARY.INFO` for the satisfied indicia and the respective countries.
- The `RT.CHECK.MAILING.PREFERENCES` API is introduced to check the address preference in `DE.CUSTOMER.PREFERENCES` and the address country in `DE.ADDRESS`. This API supports the customer mailing preferences created at the customer, account and portfolio levels. The API also supports the carriers as an input from rules.
- The *Auto Create Recs* field in the `ST.REGULATORY.PARAMETER` application is enhanced with the ALL option to allow the user to configure the conditions under which the `FATCA.CUSTOMER.SUPPLEMENTARY.INFO` record is created.
- The indicia is automatically updated when there is a relationship between a Trust and the Trustee, and the relationship is also defined in the `CUSTOMER` record of the trustee.
- The *Decision App* field has been added in the `FATCA.STATUS.CONDITION` application to allow the user to enter the field name from the selected application.
- An override message is now available, when the user changes the *Fatca Status* manually.
- This functionality also provides the user with the necessary tools to be able to correctly identify FATCA Reportable customers and complete the due diligence process as required by the FATCA Regulation

Click [here](#) to understand the technical impact of this enhancement for customisation and upgrades.



The topics related to this feature are given below:

[Configuring FATCA Client Classification](#)

[Working with FATCA Client Classification](#)

[FATCA Indicia Details – Current and History](#)

Recognition of Fees » Moving Loans to Charge-Off

The Statement of FASB 91 (Financial Accounting Standards Board) establishes the accounting for non-refundable fees and costs associated with lending or committing to lend at amortised cost. Banks monitor their loans on a regular basis and reserve an amount based on the credit risks involved. The handling of amortisation depends on the performance of the loan.

According to the FASB 91 requirement, when banks are unable to collect the amounts due on a loan based on the contractual agreement, the bank recognises an allowance for loan loss based on available information. A charge-off is recorded as an adjustment to the allowance for loan loss after considering the recoverable value.

This functionality supports the accounting of charge-off that relates to the recognition of an allowance for loan loss when the loan is in non-performing status. Banks can also increase or decrease the earlier charged-off amount based on the reviews or procurement of additional information relating to the loan.

Click [here](#) to understand the installation and configuration updates for this enhancement.

The topics related to this feature are given below:



[Accounting for IFRS Charge-off on Non-Performing Loans](#)

[IFRS.ACCRUAL.PARAM](#)

Recognition of Fees » Recovery from Charge-off

Banks monitor loans on a regular basis and reserve an amount based on the credit risks involved. The amount provided is a charge-off that is recognised as an allowance for loan loss based on available information, when the loan is in non-performing status.

According to the FASB 91 requirement, banks charge-off an amount when they are unable to collect the principal and interest due on a loan based on the available information. When banks recover the dues on these charged-off loans, they are treated as recoveries that represent collections on amounts that were charged-off.

This functionality supports the accounting of recoveries for IFRS charge-off. Banks can now account for recoveries based on the two accounting practices to record the cash payments received on impaired loans, either on cash basis method or the modified cost recovery method.

Click [here](#) to understand the installation and configuration updates for this enhancement.

The topic related to this feature is given below:

[Accounting for Recovery on IFRS Charge-off on Non-Performing Loans](#)

Installation and Configuration Notes



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Recognition of Fees » Moving Loans to Charge-Off

The charge-off and recovery feature will be enabled only if RN licensing is available.

Recognition of Fees » Recovery from Charge-off

The charge-off and recovery feature will be enabled only if RN licensing is available.

IT Technical Notes



| Regulatory Compliance

CRS Client Identification » Automated Creation of CRS Records for all Customers

The following sample rule APIs are released for indicia identifications:

- RT.GET.TRUSTEE.INDICIA – A sample API to check trustee indicia for a customer.
- RT.CHECK.MAILING.PREFERENCES – A sample API to check the mailing preferences defined in `DE.CUSTOMER.PREFERENCES` for CRS indicia identification.
- RT.CHECK.ACCOUNT.PREFERENCES – A sample API to check account-level mailing preferences for CRS indicia processing.
- RT.CHECK.PORTFOLIO.PREFERENCES – A sample API to check portfolio-level mailing preferences for CRS indicia processing.
- RT.PERFORM.CUST.PREF.CHECK – A sample API to check the `DE.CUSTOMER.PREFERENCES` record for CRS Indicia processing.

FATCA Client Identification » Automated Creation of FATCA Records for all Customers

The following sample rule APIs are released for indicia identifications:

- RT.CHECK.MAILING.PREFERENCES – A sample API to check the mailing preferences defined in `DE.CUSTOMER.PREFERENCES` for FATCA indicia identification.
- RT.CHECK.ACCOUNT.PREFERENCES – A sample API to check the account-level mailing preferences for FATCA indicia processing.
- RT.CHECK.PORTFOLIO.PREFERENCES – A sample API to check the portfolio-level mailing preferences for FATCA indicia processing.



- RT.PERFORM.CUST.PREF.CHECK – A sample API to check the DE.CUSTOMER.PREFERENCES record for FATCA Indicia processing.