Fact Sheet : BITA Wealth REG-9

REG-9 Automation: for Bank Trust Portfolios

REG-9 Compliance: deliver an efficient, demonstrable and auditable process across all clients

BITA Wealth's REG-9 process:

- Automate pre- and post-trade checking of key REG-9 requirements
- Systematized approval workflow for all rules
- Automated annual review reporting with diarized checks and reminders

Overview.

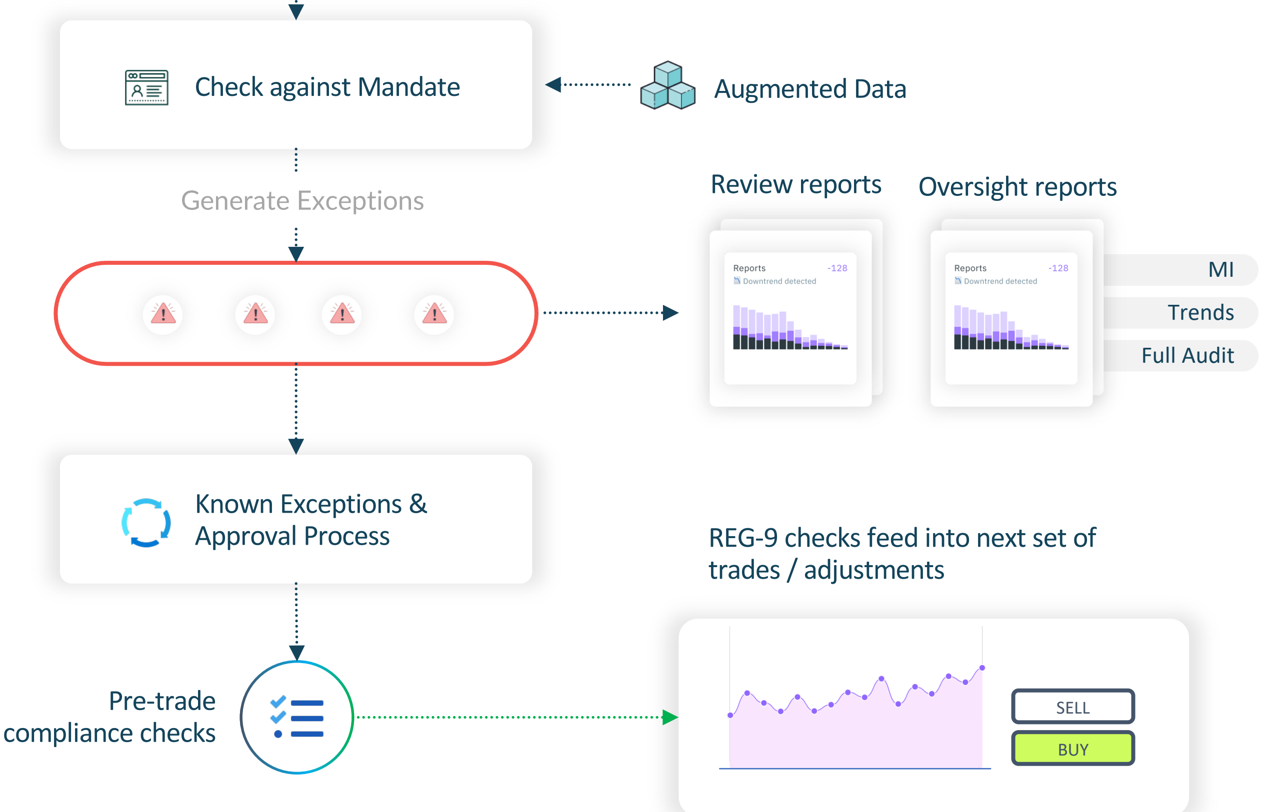
REG-9 sets the requirements for banks to operate trust departments as fiduciaries in the United States. It is issued by the OCC (Office of the Comptroller of the Currency) as opposed to most regulation, which is issued by the SEC. Banks are required to review all the assets in a trust portfolio at least once per year to make sure that the assets are consistent with the stated objectives and are appropriate.

BITA Wealth offers an integrated REG-9 workflow, uploading portfolio holding data on a nightly basis and checking the portfolio against REG-9 rules and reporting exceptions. A firm knows where they are compliant, and where there are exceptions, which can then be monitored, reported, documented and resolved.

In-built checks and balances

REG-9 AUTOMATED COMPLIANCE

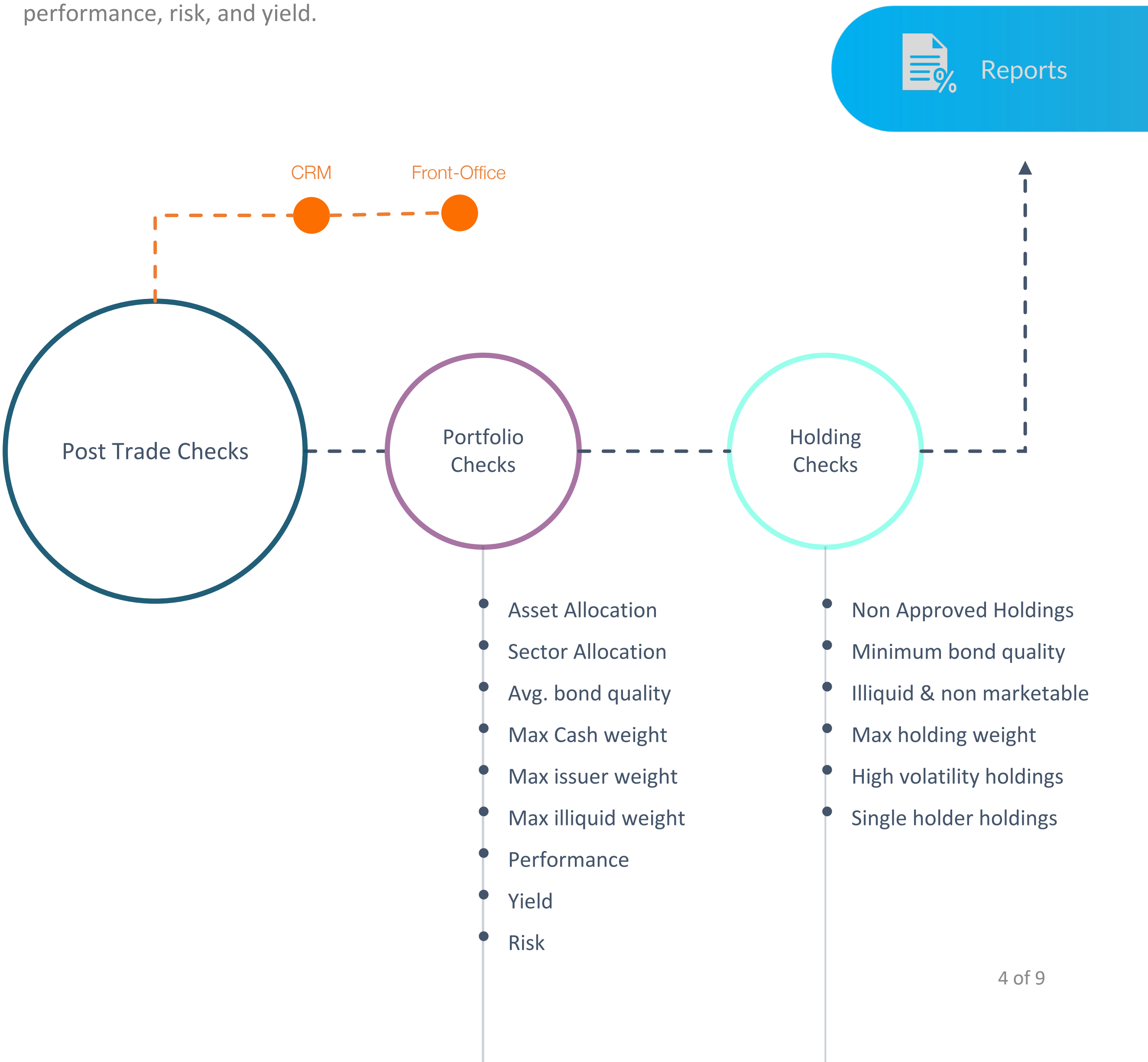
BITA Wealth REG-9 raises issues when they occur allowing early resolution and continuous compliance. Exceptions are reported daily, ensuring an efficient process. False positives are avoided through "almost outlier" status and checking the number of days the portfolio has been an outlier.



Post-trade REG-9 rules checks and exception management.

Portfolios are checked nightly, and exceptions reported to the user interactive dashboard. The onscreen list of outliers for any rule can be worked through by the user, reviewing each portfolio. A "Known Exception" – a valid reason for portfolio drift - can be applied to the portfolio for a defined period, recorded through the fully documented approval process. Alternatively, BITA Wealth's portfolio modelling capabilities can help managers bring the portfolio back into line. The manager sees their own accounts on the dashboard, compliance sees the firm's and the same logic applies across the full suit of business intelligence reports.

BITA Wealth supports a full set of REG-9 rule checks plus additional ones such as performance, risk, and yield.



REG-9 review reports.

BITA Wealth REG-9 automates much of the annual review process. With automated daily checks, exceptions resolved and approvals recorded, when the review report is run the data is already there, with documented approvals for any exceptions. Annual reports are diarized with alerts on the dashboard for those due shortly or overdue. The report brings together the current portfolio with full analysis, plus REG-9 rule checks and statements regarding any new or ongoing exceptions from the monitoring process.

Enterprise level reports provide central governance functions with oversight across the entire firm, including a consolidated view of all portfolios, monitoring tests and exceptions. Delivered through Management Information reports, supported with full audit capabilities.

Report Components

- **Account**
- **Manager's Comments**
- **Allocation Overall vs Target deviation**
- **TOP 5 Sector holdings**
- **Exceptions**
- **Allocation Weights**
- **Account Summary**
- **Top 10 Holdings**
- **Holding list by Class**

Optional

- **Risk Analysis**
- **Risk Performance Analysis**
- **Mandate / IPS info**

Optional

PRE-TRADE REG-9 RULE CHECKS

All the rules can be checked pre-trade through the portfolio modelling screen. Dials, charts and thermometers visualize all the key check metrics, setting them against their permitted ranges, giving the manager a rapid over-view of the impact of any trade before it is sent for execution. (See the **BITA Wealth Portfolio Analytics** Factsheet for more information)

Optional

IPS AND MANDATE GENERATION

Generally, BITA Wealth will receive information for REG-9 automation on portfolio mandate/IPS from the firms CRM or client management system. If a firm does not have a digital mandate system, or captures limited data electronically, BITA Wealth can provide data augmentation or a full profiling solution as needed.

Mix & Match

Adapted to your needs, BITA Wealth REG-9 functions can be used independently depending on requirements and are integrated with your book of record.

ADVANTAGES

Ensure continuous compliance with automated rule checking

Central oversight & control: monitor exception across all portfolios

Auditable approval workflow

Pre & Post Trade checks for better exception management

Efficiency across teams: managers & compliance share the same source of data

Central Business Intelligence

Diarized report production

bitarisk.

Agile solutions for a new age.

BITA Risk® delivers innovative, award-winning software to high and ultra-high net worth wealth managers. The BITA Wealth® application provides investment teams, advisors / managers, and governance divisions the tools they need to develop and grow their businesses in a consistent and controlled way. It brings valuable oversight, insight and transparency to the investment process, transforming the efficiency of your business and raising your game.

Unlike the rigid solutions of old, BITA Wealth modules can be taken independently, or can be combined to meet a firm's business needs across investor risk profiling, portfolio analytics, ESG management and enterprise level portfolio monitoring. Easily integrated within a firms existing infrastructure, BITA Wealth delivers efficient, agile and cost-effective solutions to wealth management firms.

MODULES

BITA Wealth Profiler: Investor profiling & proposal generation

BITA Wealth Portfolio Analytics: Portfolio, risk and model management

BITA Wealth ESG Manager: A practical approach to sustainable investment

BITA Wealth Monitor: Enterprise oversight & control - daily, automated portfolio monitoring

BITA Wealth REG-9: Automated REG-9 reporting

For more information, our factsheets are available for all BITA Wealth modules at:

http://www.corfinancialgroup/bitarisk

bitarisk.

Contact us

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Visit : www.corfinancialgroup.com

about corfinancial

corfinancial provides software solutions and advisory services to banking and financial services organisations worldwide. The firm has offices in London, New York and Boston.

There are five key problem areas corfinancial looks to solve through its primary software and service offerings:

BITA Risk provides Investor Profiling, Portfolio Analytics, ESG Management and Portfolio Monitoring solutions to wealth managers through the BITA Wealth application. Available as individual modules or as an end-to-end solution.

SureVu empowers buy- and sell-side firms to efficiently monitor and track security trades throughout the settlement lifecycle, enabling users to proactively manage and oversee settlement exposure.

salerio is a post-trade processing solution that enables asset managers, hedge fund managers and securities/fund services firms to automate the flow of securities and treasury trades from matching through settlement.

Costars is an investment administration platform for third party administrators, fund supermarkets and wealth management companies.

paragon is a comprehensive front-to-back office fixed income portfolio accounting, processing and reporting solution for banks.

Other solutions from

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salerio.

Automates the flow of securities and treasury trades from matching through to settlement.

paragon.

Fixed-income accounting hub delivers front to back-office portfolio accounting and processing solutions.

SureVu.

Tracks security trades throughout the settlement lifecycle to manage and oversee settlement exposure.

costars.

Retail fund/transfer agency solution providing end-to-end administration for collective investments.