

FAS 133

The Wall Street Systems FAS 133 module enables you to report hedge gains and losses on a fair-market value basis, in complete compliance with the requirements of Financial Accounting Standard No. 133. Trades and the underlying exposures are linked together in a database that automatically makes the accounting adjustment between earnings and OCI accounts. The module also provides the documentation required by the FAS 133 directive.

FAS 133 Module Functions

Fair Market Value

- Exposures and derivatives are marked-to-market and compared in terms of hedge-effectiveness ratios.

Hedge Profile Database and Query

- Each hedge package is stored by date, preserving the closing values, change in values and effectiveness ratios.

Linking and Tracking

- Trades and the underlying exposures are linked to a hedge profile that creates a database which drives all FAS 133 events.

Cash Flow OCI Adjusting

- Examines P&L status of each hedge package
- Automatically adjusts OCI and P&L accounts
- Posts derivatives' fair market values to earnings, with the effective portion of the hedge reclassified into OCI

Documentation

- Maintains hedge type, hedge objective, strategy, valuation method, risk-management policy and individual transaction details for each hedge package

Audit

- A time-series database keeps records of each hedge package as it stood at the close of each day
- Full audit query capability is embedded in the database

Forecasting

- Forecasts the amount of P&L from OCI account over the next 12 months



Product Flexibility

- Fair market value of exposures and derivatives
- Hedge profile database and query
- Linking and tracking
- Cash flow OCI adjusting
- Documentation
- Audit
- Forecasting



Wall Street Systems

Wall Street Systems delivers unparalleled excellence in treasury operations to world-class financial institutions. This is achieved through close partnerships with clients, superior industry expertise, and future-oriented, fully-integrated, no-compromise products. For treasuries opening new markets through e-commerce delivery channels, Wall Street Systems offers the superior power needed to leverage treasury business and maximize competitive positioning. With a successful track record spanning 15 years and a staff of more than 250 consultants and engineers, Wall Street Systems currently serves the world's largest financial institutions and corporate treasuries by providing feature-rich treasury services to more than 50 countries.

The Wall Street System

The Wall Street System defines market leadership. It is the only totally-integrated treasury engine that manages all front, middle and back office operations on a global scale; the only choice for seamless handling of all currencies, all financial products, all credit, market and operational risk controls, and all accounting, confirmation and cash-management processes. The trading capability has limitless flexibility and capacity for growth. New and exotic financial instruments can be added instantly, and risk metrics are updated constantly, 24 hours a day, seven days a week.

The system is battle tested. It has proven itself over more than a decade of grueling front-to-back, straight-through processing in some of the world's most powerful and demanding treasuries. Right now, every day, at more than 150 sites throughout the world, The Wall Street System trades instruments with a financial value exceeding a trillion dollars. Each day, operational settlements exceed \$100 Billion.

Today, as world treasuries enter a new century driven by the engine of e-commerce, Wall Street Systems' comprehensive product and secure Internet delivery capability sets The eTreasury Standard.



Wall Street Systems Data Sheets

Trading Management

- Exchange Traded Futures and Options
- Fixed Income
- Foreign Exchange
- FX OTC Options
- Internet Limit Orders
- Internet Trading
- Issuing Debt and Commercial Paper
- Money Markets

Risk Management

- Counterparty Credit
- Money-at-Risk

Operations Management

- Accounting
- Cash Management
- Confirmation
- FAS 133
- Settlement

Technology

- Application Programming Interface
- Relational Database
- Technology

Rapid Application Deployment

- WSS^{BMP} Best Market Practices
- WSS^{PRO} Implementation and Project Management
- WSS^{SERVE} Services
- WSS^{TOOLS} Tools for Implementation, Integration and Validation

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