

THOMSON REUTERS KONDOR GLOBAL RISK OVERVIEW

Thomson Reuters Kondor Global Risk (KGR) provides an integrated and consolidated credit and market risk system on a single platform, with a modern architecture

AT A GLANCE

- Manage your credit and settlement limits in real-time, over any geographical scale, across multiple front-office applications via automatic limit calculation
- Consistently manage and maintain counterparty data across multiple front-office applications
- Compliant with Basel II regulation: Thomson Reuters KGR addresses the most critical regulatory demands for calculating and reporting capital adequacy for credit risk, including the requirements under the 'three pillars'
- Compute your Potential Future Exposure (PFE) and Credit VaR exposure using the KGR Monte Carlo engine
- Manage your market risk The market risk module calculates historical simulation-based VaR as an internal model-based method which includes the calculation of the regulatory capital for the market risk of the trading book

ABOUT THOMSON REUTERS RISK MANAGEMENT

Thomson Reuters is the largest provider of Trade and Risk Management solutions serving over 750 financial institutions globally. Our solutions offer sophisticated, tailored functionality at every step of the trade, from STP-enabled front-to-back trading systems to enterprise-wide risk management, allowing our customers to efficiently manage market, credit, and operational risks. And we have the global strength that is required of a long-term strategic partner, with over 950 risk professionals in 83 countries. Thomson Reuters was recently recognized as the "Best Risk Management Provider" in Waters Magazine's annual reader survey, "Best Trading System Vendor" in Risk Magazine's "Risk 20" Awards, "Number One Wholesale Banking System" by International Banking Systems Journal, "Number One Overall Technology Provider" in Asia Risk Magazine's Annual Technology Survey, and "Number One Cross-Asset, Front-to-Back Trading System" and "Number One FX Front-to-Back Trading System" in Risk Magazine's Annual Technology Survey.

FEATURES AND BENEFITS

- Monitor credit limits in real time over any geographic scale
- Analyze credit limits by counterparty, industry sector or country
- Ensure efficient, consistent and prudent use of firm-wide counterparty limits
- Significantly reduce credit exposure and benefit from more efficient allocation of available capital with extensive credit exposure management features
- Includes credit mitigation techniques such as collateral management, netting and guarantees
- Provide timely updates of exposures to dealers and risk managers and also enable them to manage limit excesses dynamically
- Eliminate pricing inconsistencies between front office and risk management systems
- Compute and report market risk based on distributed pricing with our market risk module. It aggregates simulated trade valuations from multiple front-office systems for input into the market risk module to calculate VaR numbers
- Aggregate P&L from different sources into one report and drill down to the deal level and to the market data used
- Provides extensive reporting capabilities including standard, custom and what-if reports. An excess management module enables users to drill down and identify the causes of a breach
- Achieve Basel II compliance by applying a common framework for monitoring trading and banking book transactions. KGR addresses the need to calculate and report credit-risk weighted assets and risk parameters against the proposed Basel II methodologies
- Assess credit risk for market-sensitive instruments using our Monte-Carlo simulation-based risk engine for potential future exposure (PFE) to assess credit risk for complex derivatives and structured products
- Maintain static counterparty data and ensure the consistency and integrity of static counterparty data across multiple front-office locations. Our database accepts unlimited hierarchy levels and global and local limit definitions, with location identifiers
- Revalue open deals at the end of the day and update limits accordingly. KGR triggers this automatically, using analytics from the appropriate front-office application to ensure consistency of modelling across the enterprise
- Measure the potential loss of a portfolio due to credit events. Our Credit VaR module uses Monte-Carlo simulation to estimate portfolio loss in the event of a counterparty's default or credit rating migration
- Benefit from easy integration and navigation through KGR's platform-independent architecture for effective integration with other systems
- The web-based interface allows for easy navigation and global distribution
- Control credit and market risk globally, in real time



RECENT MARKET RECOGNITION FOR THOMSON REUTERS



Thomson Reuters
Best Risk Management
Provider Sixth Annual
Waters Rankings 2008



Thomson Reuters
Best Trading System
Vendor Risk Magazine
RISK 20 Awards



Thomson Reuters
Number One Wholesale
Banking System Provider
International Banking
Systems 2006 & 2007



Thomson Reuters
Number One Overall
Risk Technology Provider
Asia Risk 2008 Risk
Technology Survey



Thomson Reuters
Top Two Overall Risk
Technology Provider
Risk Magazine 2008
Risk Technology Survey

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