

Valoores' IFRS 9 solution facilitates the use of standardized regulatory rules to help financial institutions better comply through their financial statements.

**You Have The Value
We Bring You The Added Value**

Key Features:

- Recognition and Derecognition of the Financial Assets and Financial Liabilities and their uses in the different financial statements.
- Classification and Measurement of the Financial Assets and Financial Liabilities.
- Visualization and Accountability of Embedded Derivatives based on Different Contractual Dependencies.
- Standardized criteria for hedging through justified compliances that meet the regulations.
- Effective interest rate (EIR) and Credit Adjusted EIR Calculations.

Overview:

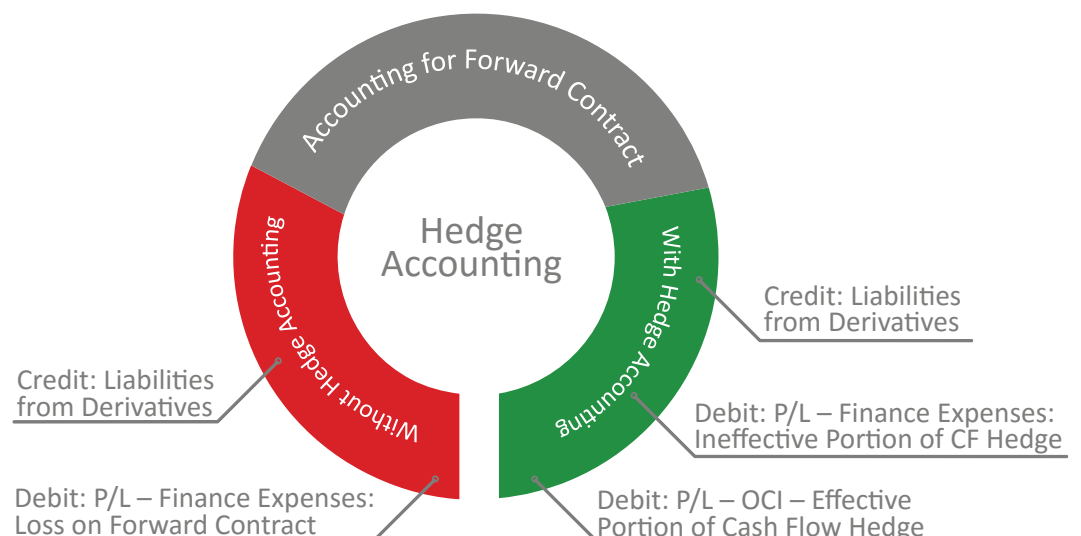
IFRS 9 is the replacement of the IAS 39 Financial Instruments: Recognition and Measurement. IFRS 9 introduced new requirements for classifying and measuring financial assets, incorporated new requirements on accounting for financial liabilities and carried over from IAS 39 the requirements for the Derecognition of financial assets and financial liabilities.

The objective of this Standard is to establish principles for the financial reporting of financial assets and financial liabilities that will present relevant and useful information to users of financial statements for their assessment of the amounts, timing and uncertainty of an entity's future cash flows.

IFRS 9 also includes a new general hedge accounting model, allowing early adoption of the treatment of fair

value changes due to own credit on liabilities designated at fair value through profit or loss.

With the newly added pressures on the financial markets regarding the standards that need to be respected by the financial instruments, institutions now see it as regulatory to be introduced to financial statements that are embedded by the standards of IFRS 9. These standards allow to better disperse the financial instruments in all the financial statements, and Valoores In' Profit stimulates financial statements certification to these rules. And with the latest version of the IFRS 9, institutions now justify the initial and subsequent measurements of financial instruments, and also recognize and derecognize these instruments based on the addressed standards.



Key Benefits:

- **Reduced Complexity in Financial Statements** through avoiding the mistakes that are most often stumbled upon in the market. This leads to a more volatile, solid, and clear Balance Sheet and Income Statement, this will be even more enhanced with Valoores' vast and detailed coverage of the financial statements.
- **Increase in integrity and trust of financial institutions** in the financial markets they are taking action in.
- **Easier rebalancing or discontinuity of hedging**, this too while respecting the required criteria situated on hedges.
- **Improved credit quality** through improved initial recognition (Impairment) and deterioration.

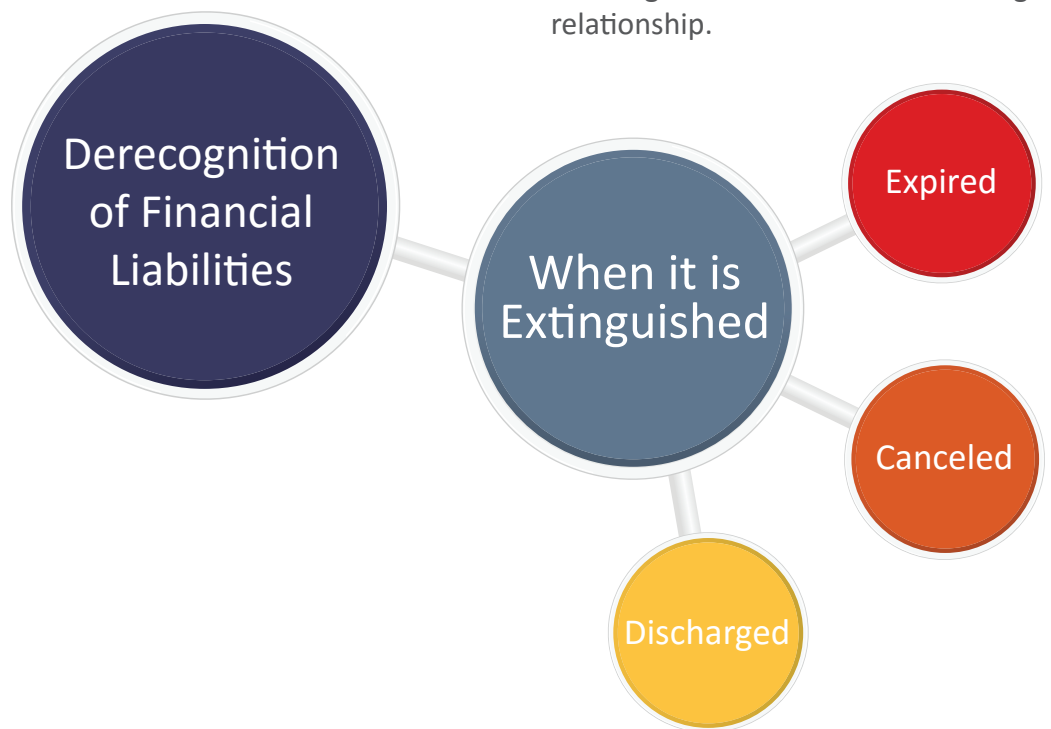
Valoores Solution:

Valoores IFRS 9 solution focuses on the 3 main phases:

1. **Classification and Measurement:** A single classification and measurement model for financial assets dependent both on the entity's business model objective for managing financial assets and the contractual cash flow characteristics of financial assets. This phase deals with the initial recognition and derecognition of financial assets and financial liabilities and then their use in the measurement and calculation of the financial statements of the institutions.

2. **Impairment:** A single impairment model is introduced that applies to all financial instruments subject to impairment accounting. The 'Incurred Loss' model is replaced with the 'Expected Losses' Model, and additional disclosures are now required for the entity's reporting on the basis of the calculation of the expected credit losses and credit risk.

3. **Hedge Accounting:** 'Hedge Accounting' is now linked to 'Risk Management'. Hedge accounting now also separates the spot and forwards instruments, with rebalancing and allowing its termination of the hedge relationship.



Valoores was founded in 2011 by business intelligence experts to make raw business data meaningful and understandable for all people in all sorts of industries. It was built on the solid foundation of knowledge and experience of business intelligence and data warehousing which would ultimately bring our clients strides ahead in their competitive markets.

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