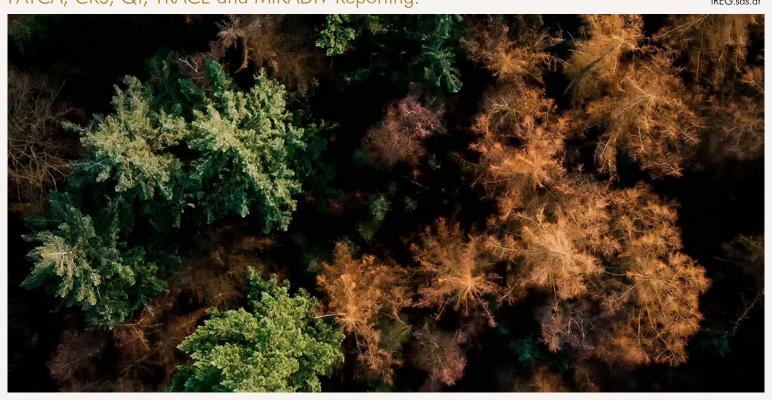# SDS

SETTING
DIGITAL
STANDARDS

SDS IREG

FATCA, CRS, QI, TRACE and MIKADIV Reporting.

IREG.sds.at

SDS IREG

Shares what's to be reported, protects what isn't.

SDS IREG dramatically improves the regulatory reporting capabilities of financial institutions.

SDS IREG enables financial institutions and service providers to efficiently meet multiple reporting requirements in a single and value adding application.

Finding the whole in the detail and vice versa./Nature/Scotland

THE INTERNATIONAL REGULATORY REPORTING ENVIRONMENT

In the aftermath of the 2008 financial crisis, the G20 group committed to a program for strengthening the financial system. As a result, the USA issued the Foreign Account Tax Compliance Act (FATCA) in 2015, including intergovernmental agreements (IGAs). The number of jurisdictions that have concluded an IGA with the USA continues to rise, but even banks from countries in which no IGA exists can hardly avoid the reporting of US-American account holders. Finally, in 2017, the Common Reporting Standard (CRS) of the OECD became effective. After the „second wave" in 2018, more than 100 jurisdictions now participate in CRS and exchange financial data of persons who are taxable in other countries.
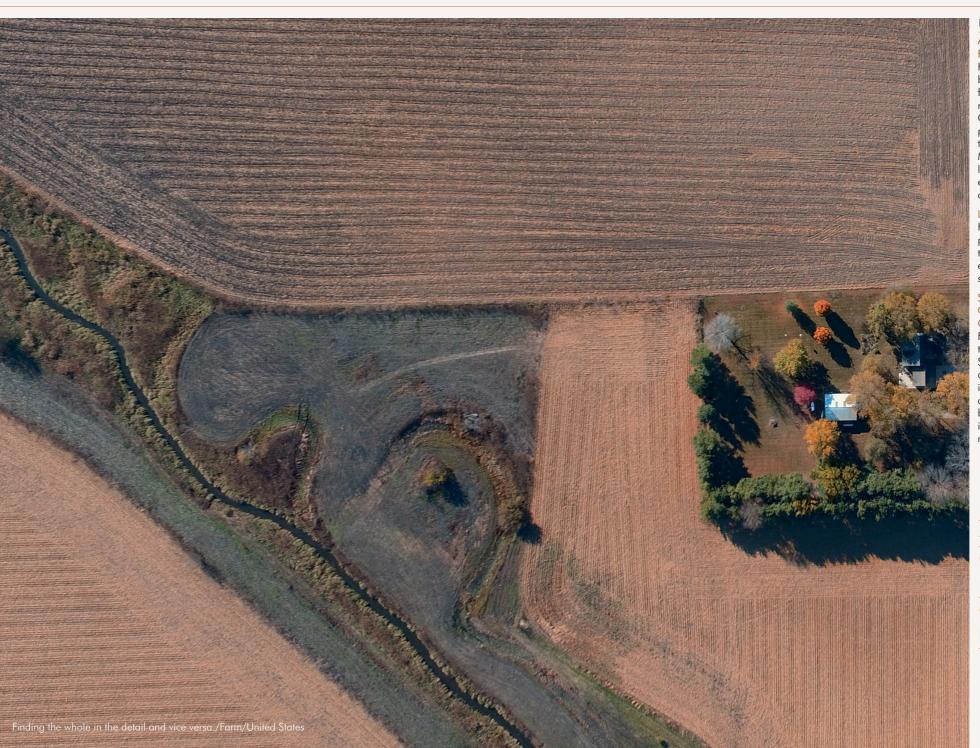
As of reporting year 2017, the Qualified Intermediary regime, originally introduced by the US-American tax authority in 2001, requires the tax retention and the reporting for payments from derivatives with US-American underlying instruments in addition to the reporting of US-American securities.

In Europe, there are more and more initiatives aiming to solve the issue of correct taxation of cross-border income payments in a satisfying way. In addition to bilateral approaches for exemption in advance, other initiatives worth mentioning in this context are OECD TRACE, the FASTER initiative of the EU and the German regulations for MiKaDiv.

Today, the global financial industry is facing a multitude of regulatory requirements for the implementation of legally compliant processes and systems which concern personal data. The increasing number of non-domestic customers to be included in cross-border reporting is one of the driving factors for the implementation of automated reporting processes and applications.

SDS IREG: THE INTERNATIONAL REGULATORY REPORTING ENGINE

The use of SDS IREG significantly improves the reporting processes of financial institutions. The solution is a proven and highly convenient regulatory reporting engine for locally and globally acting financial institutions which have to comply with the regulatory and contractual provisions of several reporting regimes. SDS IREG is specifically designed for the Automatic Exchange of Information (AEOI) and provides the highest degree of automation and compliance in international reporting in one single application. Automatic data enrichment and automatic resolving of exceptions, handling the most complex issues and using the solution in several jurisdictions make SDS IREG the best choice for large multinational groups and service providers in the global financial services ecosystem.

FUNCTIONAL HIGHLIGHTS

Automatic transfer and storing of data (personal data and account data, transactions, balances, financial products, sender data) via XML online interfaces or CSV import. Data on accounts and financial products as well as personal data is stored historically and thus clearly documented. Import of data from several different source systems.

Functional and technical validation of the transferred data and definition of the reporting relevance and reporting forms via the user-definable rule engine for reports according to CRS, FATCA, QI, TRACE and MiKaDiv.

Automatic generation of exceptions in case of data that is erroneous or incomplete from a reporting perspective or that requires manual approval.

Fully automatic or manual takeover of notifications from the competent authorities.

Creation of automatic correction reports for accounts of the respective account holders or economic beneficiaries that have already been reported. Depending on the type of change that is requested, one-level or two-level correction reports are created.

BUSINESS VALUES

AUTOMATION OF REGULATORY REPORTING

Highly-automated, high-quality and rule-based report processing engine, designed for the future. Modular solution for all requested reporting regimes (FATCA, CRS, QI, TRACE, MiKaDiv) on one single platform with one central database, timely adapted to regulatory changes. Multi-entity, multi-country and multi-language capabilities. The integrated exception handling guarantees efficient and complete reporting.

INDUSTRY-PROVEN RELIABILITY

Highly reliable solution with global reach preferred by the industry. Future-proof through a broad customer base which ensures continuous development and a solid product roadmap.

SUPPORT OF NUMEROUS ORGANISATIONAL AND OPERATIONAL MODELS

Freedom of choice for a tailor-made target operating model (on premise, Shared Service Centers, etc.). Model configurations shared across financial institutions generate processes that are consistent group-wide. Supports both centralised hubs and local implementations (hub-and-spoke model).

HIGHEST PROCESS EFFICIENCY

Supports shared service centers and business processes. Quick and easy integration into existing application environments. Minimising operational risks and costs via fully automated Straight Through Processing. Contributes to keeping efforts and costs in check.

FUTURE SCALABILITY AND ADAPTABILITY

Integrated flexibility, unlimited scalability and regular adaptations, designed for unlimited volumes.

SUPPORT OF FULL COMPLIANCE

Coverage of all functional requirements for extensive data security, access control, audits and tracking. Data protection and secrecy over configuration and data segregation on financial institution level. Complies with standard IT methods and technology stacks of the financial services industry.

PROVEN TRACK RECORD

400+ reporting FIs
Compliant with current regulatory requirements.
Covers the specific standards of all key financial centers.

Finding the whole in the detail and vice versa./Farm/United States

Working with SDS

SDS is continuously setting digital standards in financial market operations, regulations and compliance solutions for the international financial industry. The comprehensive SDS portfolio covers state of the future products and services for all customer and market-related processes, ranging from global securities and derivate processing, regulatory, tax and compliance automation, solution-based consulting and professional testing services to managed services.
More than 400 financial institutions rely on SDS and our sustainable business values, processing over 300 million securities transactions annually with our products and services. With our proven industry-proven experience of over 4 decades, we have become a highly trusted and equally reliable partner of renowned financial institutions. SDS is Member of Deutsche Telekom, one of the world's leading providers of information and communications technology.
www.sds.at

SDS
Software Daten Service Gesellschaft m.b.H.
T-Center, Rennweg 97-99
1030 Wien, Österreich
E-Mail: marketing@sds.at
www.sds.at