

Optimized Credit Risk Mitigation (OCM)

Without proper risk measurement tools, banks often end up assigning higher levels of risk to collateralized loans and consequently tie up valuable capital.

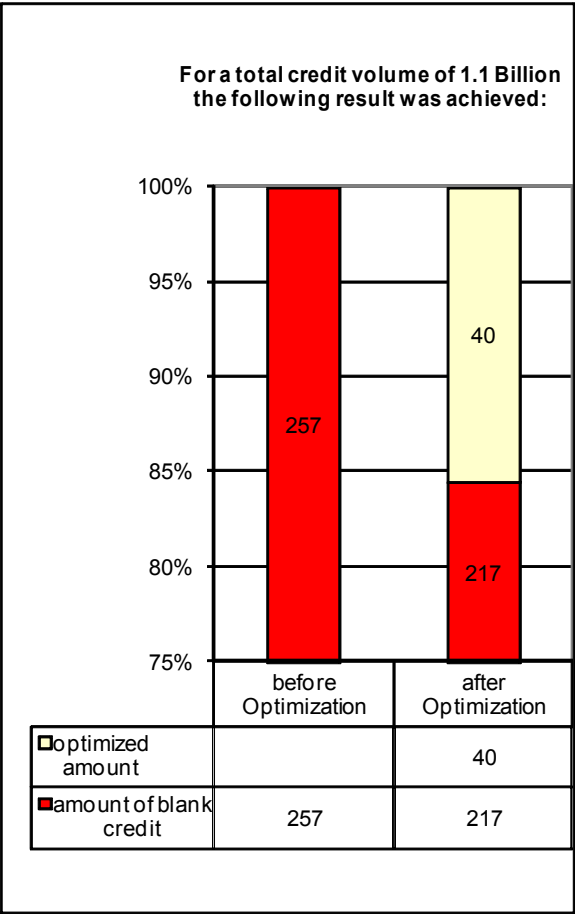
OCM allows banks to state the risk associated with large commercial credit exposures more accurately by optimizing risk mitigation.

OCM assesses the exact degree of risk mitigation. It uses mathematical equations that optimize the existing combinations between loans and associated collateral. Risk is then more likely to be secured through available collateral.

- By implementing OCM banks will be able to
- lower the level of regulatory capital by optimizing risk mitigation,
 - have more capital available to invest,
 - realize better returns on the same pool of capital,
 - utilize collateral securities more efficiently
 - save time when granting credit, as the

optimal values will be calculated in a split second.

Here's an example of the amount of freed-up capital based on \$1.1 billion of credit volume:



OCM enables financial institutions to save expenses and to minimize capital

charges by:

- Optimizing risk and lowering capital charges
- Substantially shortening the time to allow new credit.
- Efficiently keeping track of credit risk at all levels.
- Benefiting fully from the implementation of the Basel II rules.

We offer :

- Pricing based on the amount of freed-up capital
- Customization of OCM to meet different requirements
- Licensing arrangements
- Extensive support for on-site implementation
- On-site training
- Post implementation support and maintenance