

Regulatory Reporting

Regulatory Submission and Stress Testing Execution - Overview of PRA (Prudential Regulation Authority) Stress Testing

Client's Requirements

The client, a large international banking and financial services company, required experienced support on regulatory submission and stress testing execution.

Challenges

- » The Prudential Regulation Authority (PRA) increased the granularity and breadth of the 2015 stress testing exercise. The changes applied to both structured and unstructured data requirements for spot submissions and projections.
- » The expected standards of data accuracy and quality – already a challenge for participating banks were tightened further in 2014.
- » New challenges included a substantial increase in workload, staffing of experts at competitive costs, and seasonal jumps in staff augmentation requirements.

Our Solution

- » The team comprised PMOs with specific PRA regulatory experience and business analysts, with skills covering counter credit risk, accounting, credit risk, technology, and project management. This team of highly skilled and experienced resources led the delivery of various data-quality analyses; benchmarking analyses, documentation work, and PMO work streams.
- » The team supported the execution, process and control, finance, and stress testing analytics workstreams, and worked as one seamless squad alongside the client team at its onsite location.

Benefits

- » PRA submission was delivered on time; no requests for extension were required.
- » An internal client audit reviewed unstructured data delivery and found a significant improvement over that of the previous year.
- » The team achieved flexibility in handling the numerous changes in collating the stress testing results.
- » A senior and experienced team was deployed onsite at short notice and highly competitive costs

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Our clients include leading bulge-bracket financial institutions, asset managers, Fortune 100 corporations, mid-tier companies, boutique investment banks, and funds. We support over 150 institutional clients through our team of 2,600+ employees and our global delivery centers, located in close proximity to our clients.