



STREAM CREDIT MONITOR FOR PORTFOLIO MARGIN

Now that retail and institutional broker-dealers can adopt a risk-based Portfolio Margin methodology, margin requirements are significantly reduced and therefore the broker-dealers' leverage is increased. This method is not mandatory, but by providing increased leverage to their clients, broker-dealers can, in turn, benefit from greater trade volumes and commissions.

Stream Credit Monitor simultaneously computes both Regulation T margin requirements and risk-based margin on a firm's designated accounts, providing broker-dealers with account and firm level figures compliant with the new Portfolio Margin rules.

Stream Credit Monitor computes both strategy-based margin on non-allowable positions, and risk-based margin on allowable positions, summing and offsetting each to arrive at an account's portfolio margin requirement for a particular end of day or point in time. Stream Credit Monitor provides a broader scale of automated surveillance and computational processing than currently required by the portfolio margin rules.

Stream Credit Monitor derives risk-based margin computations from theoretical prices on securities, which are hypothetically evaluated to determine worst-case loss scenarios at a specific point in time.

The system provides firms with the ability to widen the price intervals beyond exchange minimums, assign higher minimum position values, adjust the volatility assumptions in real-time, and define core equity and requirement variables. The user can also accurately view the risk offsetting iterations used to produce an account's portfolio margin requirement.

In addition, Stream Credit Monitor provides solid regulatory default minimums, generates warnings when predefined limits of exposure are approached or reached, and maintains auditable, historical records.

KEY BENEFITS OF STREAM CREDIT MONITOR FOR PORTFOLIO MARGIN:

- Computes both strategy-based and risk-based margin requirements on the same and separate accounts across the broad base of a firm's retail business
- Allows firms to define more restrictive margin requirements as it is a rules-based solution
- Enables the user to accurately view the complex risk offsetting iterations that are completed to produce an account's portfolio margin requirement
- Helps broker-dealers control their revenue streams by the capacity and reliability of the credit monitoring, collection and intervention
- Provides solid regulatory defaults and minimums, presented and maintained in an auditable and historical record

NEED MORE INFORMATION?

Contact your sales representative at +1-800-825-2518 or visit us at www.sungard.com/streamcreditmonitor.