

BUDGETING, PLANNING AND FORECASTING FOR BANKS



HOW AGILE IS YOUR BALANCE SHEET?

Today's banking climate is tumultuous to say the least. Tight margins, industry consolidation and compliance demands continue to burden the Office of Finance and now there's the added complexity of FinTech competition, digital innovation and changing consumer demographics. Business agility is the new imperative and legacy tools, technology or processes can no longer impede responsiveness. Luckily, there's Tagetik. We provide banks with industry-specific solutions that automate regulatory reporting, modernize budgeting, planning and forecasting to provide agile and responsive balance sheet planning for banks.

TAGETIK PLANNING FOR BANKS

Balance Sheet Planning

Planners can quickly forecast spreads for anticipated loan and deposit growth, compare different rates and assess how results impact long range plans. Tagetik makes it easy to adjust for shifting rates, isolate rate versus volume variances and use results to generate the P&L.

Portfolio Forecasting

Track balance sheet details and the intricacies of each instrument's interest rate, maturity and payment stream - no coding required - with Tagetik's Portfolio Forecaster. FP&A can forecast contractual maturities, prepayments and more; then aggregate to the portfolio.

Profitability Planning and Cost Allocation

Analyze the true profitability of every branch, product, channel or customer with Tagetik's powerful allocation engine. Drive expenses down to the account or activity level in order to better align cost and planning drivers.

Driver-Based Planning

Leverage Tagetik's library of banking-specific expense drivers for more efficient simulations of changing volumes and to streamline planning. Use one of Tagetik's packaged best practice templates for revenue planning, OPEX, CAPEX, payroll and more.

What-if Analysis and Scenario Management

When planning assumptions, drivers or rates change, Finance can play multiple 'what-if' scenarios and visually compare results side-by-side as Tagetik highlights material variances. Then finance can model the impact of changes on the P&L, balance sheet, cash flows or other KPIs.

Unlimited Interest and Currency Rates

Tagetik gets banks. And banks get Tagetik's packaged financial intelligence that supports unlimited interest and currency rates. Create plans in local currencies and Tagetik will automatically apply or triangulate the appropriate exchange rate.

“We reduced the time of our planning process by 35%, shortened our close process by 2 days, and estimate we will slow the growth of our finance department by 50%.”

Chief Accounting Officer
Rabobank, N.A.

INDUSTRY SPECIFIC CAPABILITIES

The Office of Finance benefits from Tagetik’s packaged solution that is purpose-built for banks. Additional industry-specific capabilities features include:

- **Forward Funds Transfer Pricing:** Apply FTP rates at either the instrument or portfolio level then project them forward in order to accurately plan margins on a fully loaded basis.
- **Stress Testing:** Meet regulatory demands by applying stress factors to forecasted results. Develop and document mitigation strategies to address potential risks.
- **Margin and Pricing Analysis:** Allocate indirect costs to each budget line item to perform detailed margin and pricing analysis and use Tagetik’s double entry logic to trace back allocation sources.
- **Rolling Forecasts:** Plan dynamically and more efficiently using Tagetik for rolling forecasts that can become the basis for your next annual budget.
- **Long Range Planning:** Develop long-term, top-down corporate strategies - that include large expenditures or acquisitions - to set targets that drive short-term, bottom-up tactical budgets.
- **Advanced Hierarchy Management:** Import hierarchies from source systems and apply Tagetik’s time dependent hierarchies for point in time changes.
- **Full Audit Trail:** Tagetik provides full transparency into every manual entry, automated input and change, including the evolution of adjustments that can identify every participant.
- **Collaborative Workflow:** Automate the process, collaborate across operations, divisions and branches, provide participants with task lists and track progress and approvals.
- **Performance Reporting:** In addition to Tagetik’s reporting and analytics, Planners can automate collaborative narrative reporting, such as monthly report packs and management presentations.
- **Packaged Regulatory Reporting:** Spend less time generating regulatory reports and more time analyzing results to gain insights for better decision-making.

ABOUT TAGETIK

Tagetik understands the complex challenges that face the Office of Finance and translates that knowledge into intuitive, enterprise-scale performance management software solutions that drive business results. With Tagetik, companies get the simplicity of the Cloud and the power to unify financial and operational planning; shorten the consolidation and close process; immediately analyze results, model and compare full financial statement impact of business scenarios; adjust strategic plans; seamlessly update rolling forecasts; produce formatted and auditable financial statements and management reports; collaborate on business reviews, and automate disclosure and board reporting. Tagetik has built-in financial intelligence so that CFOs, finance managers, and operations executives can orchestrate multiple or all processes in one software solution. More than 850 customers across 35 countries count on Tagetik to improve efficiency, reduce risk, save money and deliver results. For more information, visit www.tagetik.com.