

PoolDesigner® - a convenient, flexible and efficient tool to structure and manage asset portfolios

In view of the new Basle capital accords, risk sensitive management of assets is rapidly gaining importance not only for financial firms but also for corporations.

The Basle accords have contributed to growing interest in contemporary refinancing instruments via the capital markets, including asset or mortgage backed securities (ABS / MBS). These in turn, require effective portfolio structuring and quality control of assets as a prerequisite for successful placement in today's innovative and dynamic markets.

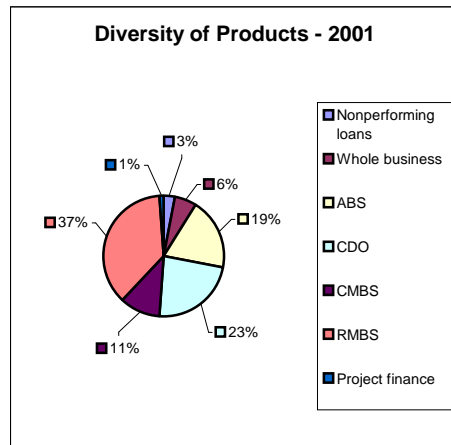


Figure 1: Market overview

Transparency of information pertaining to an asset pool is particularly crucial for rating agencies and investors as well as for issuers in obtaining the best possible margins.

Apart from the legal framework enveloping an asset pool, the issue of technological support in structuring, monitoring & reporting on the underlying components of the market instrument must be satisfactorily addressed.

Today, heterogeneous data pools and methodologies found across the range of asset classes present a major challenge to the industry. This applies especially to the overall risk analysis when determining a pool's regulatory capital.

Furthermore, in-house IT systems are generally not capable of providing sufficient information on the historical development of assets. This significantly limits the ability to draw quantitative conclusions regarding the future development of an asset pool.

Exactly these conclusions are vital, particularly in view of the rapid growth in capital market refinancings such as asset-backed securitization, when determining the essential pricing parameters of an asset pool and in optimizing transaction costs.

In order to achieve diversification of an investor's risk structure it is also necessary for investors, such as in ABS, to obtain detailed knowledge regarding an investment's underlying asset portfolio.

For arrangers and servicers of ABS transactions, a valuable immediate competitive advantage can be gained by improved information for use in portfolio structuring, monitoring and reporting.

Finally, the appropriate approach in calculating future Basel II regulatory capital must be considered. Here the implications of business strategies that change the portfolio distribution should be taken into account at the earliest stages.

By applying the unique advantages and benefits of Acrys Consult's PoolDesigner®, the management of vital equity resources can be significantly enhanced.

ACRYS CONSULT
GMBH & Co. KG

UNTERMAINKAI 29-30
D-60329 FRANKFURT

TEL: +49-69-24 45 06-0
FAX: +49-69-24 45 06-50

ACRYS CONSULT

SCHWERZELWEG 18
CH-6315 OBERAEGGERI

TEL: +41-41-750 7700
FAX: +41-41-750 7677

ACRYS CONSULT USA

310 CARROLL CLOSE
TARRYTOWN, NY 10591

TEL: +1-917-533 5216
FAX: +1-914-206 4254

WWW.ACRYS.COM

