

AB Capital Markets and the IFPR Reporting Challenge



AB Capital Markets, a prominent player in the financial services sector, faced significant regulatory challenges with the UK's Investment Firms Prudential Regime (IFPR). Known for their diverse portfolio management, AB Capital Markets struggled with effective compliance reporting under Pillar 1 and Pillar 2 requirements. We intervened to rectify these issues using our proprietary CM Plus platform.



Challenges

AB Capital Markets struggled with the following issues:

Mismanagement in Pillar 1 Reporting:

- Inaccurate risk assessments and erroneous financial data submissions led to regulatory scrutiny.
- Insufficient internal controls to verify data accuracy and consistency.

Deficiencies in Pillar 2 Reporting:

- Lack of clarity in capital adequacy frameworks.
- Inefficient processes for stress testing and risk management documentation.



Solution: CM Plus

TM Plus offered a comprehensive solution to address these challenges:

01 Consultation and Advisory Services:

- Conducted a thorough review of AB Capital Markets' existing reporting frameworks.
- Provided strategic advice to overhaul mismanaged processes.

02 CM Plus Platform Deployment:

- Implemented our AI-driven platform to automate and optimize risk assessment and reporting.
- Integrated advanced data analytics tools to enhance accuracy and compliance.

Implementation

01 Step 1: Assessment and Planning

- Conducted workshops with AB Capital Markets' management to align goals and expectations.
- Developed a phased implementation plan to mitigate disruption.

02 Step 2: Platform Integration

- Seamlessly integrated the CM Plus platform with existing systems.
- Provided training sessions for staff to ensure efficient use of new tools.

02 Step 3: Overcoming Obstacles

- Addressed initial resistance to change through stakeholder engagement and transparent communication.
- Resolved technical challenges through dedicated support and iterative testing.

Results

The implementation of CM Plus solutions yielded significant improvements:



Pillar 1 Reporting Accuracy:

- Reduced errors in risk assessment reports by **75%**.
- Enhanced compliance monitoring, leading to zero regulatory penalties.

Pillar 2 Reporting Efficiency:

- Improved documentation processes resulted in a **60%** reduction in report preparation time.
- Strengthened capital adequacy frameworks, ensuring robust stress testing procedures.



Conclusion



75%

Errors reduced by 75%

60%

46% reduction in
processing time

The collaboration between AB Capital Markets and CM Plus not only resolved existing regulatory challenges but also set a precedent for future compliance strategies. This case underscores the importance of leveraging technology to enhance efficiency and accuracy in regulatory reporting. The success of this project highlights the potential to revolutionize compliance processes in the financial services industry, paving the way for more robust and agile operations. Future implications for the industry include increased adoption of AI tools to navigate complex regulatory landscapes effectively.



About Us

CM+ (Capital Management Plus) is a comprehensive, specialized software platform designed to help financial institutions efficiently manage, monitor, and report their capital and liquidity positions in compliance with regulatory requirements, such as those set by the UK Financial Conduct Authority (FCA) or similar regulatory bodies worldwide.



01

Story

The platform is a synergy of the founders' respective experiences and passion for regulatory capital and modelling in banking and finance.

02

Vision

Transform capital and liquidity management to added-value activity. Increase return on capital through better analysis of risk and allocation of resources.

03

Technology

Real-time analysis of financial adequacy: calculation, reporting and monitoring of your key metrics and regulatory requirements.

CM Plus



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