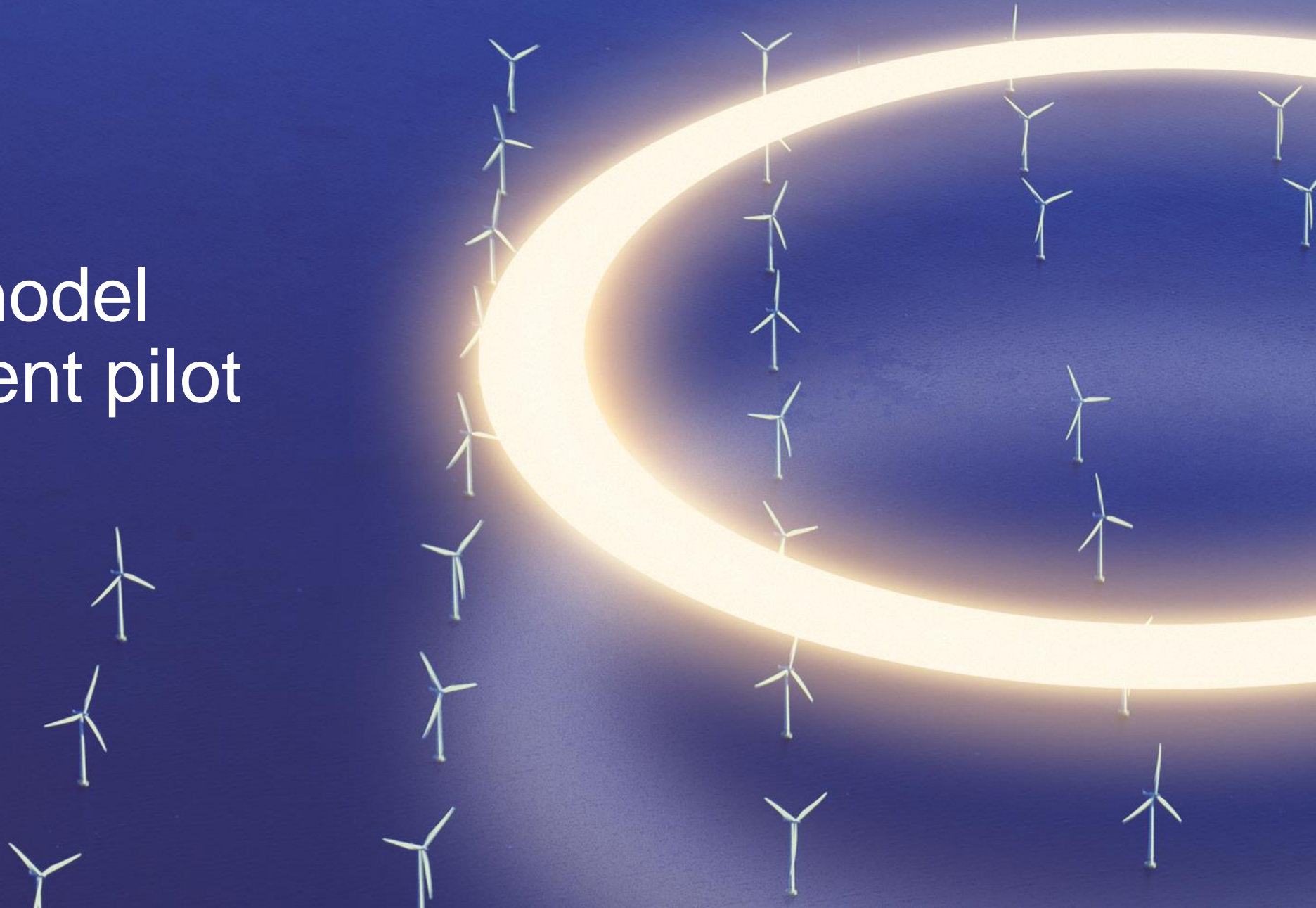




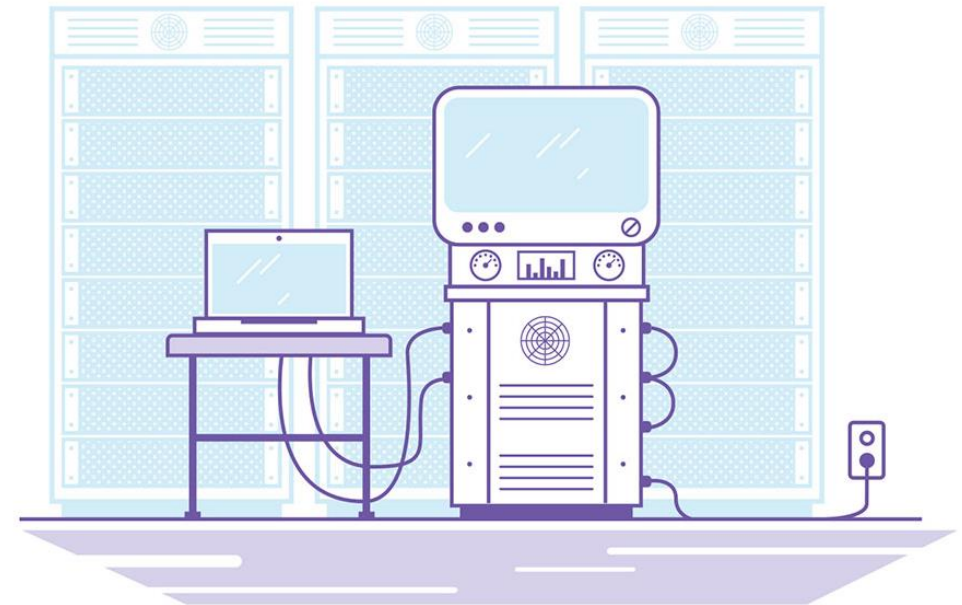
# Account model development pilot

Pauliina Olsson-Hurt | 23.11.2021

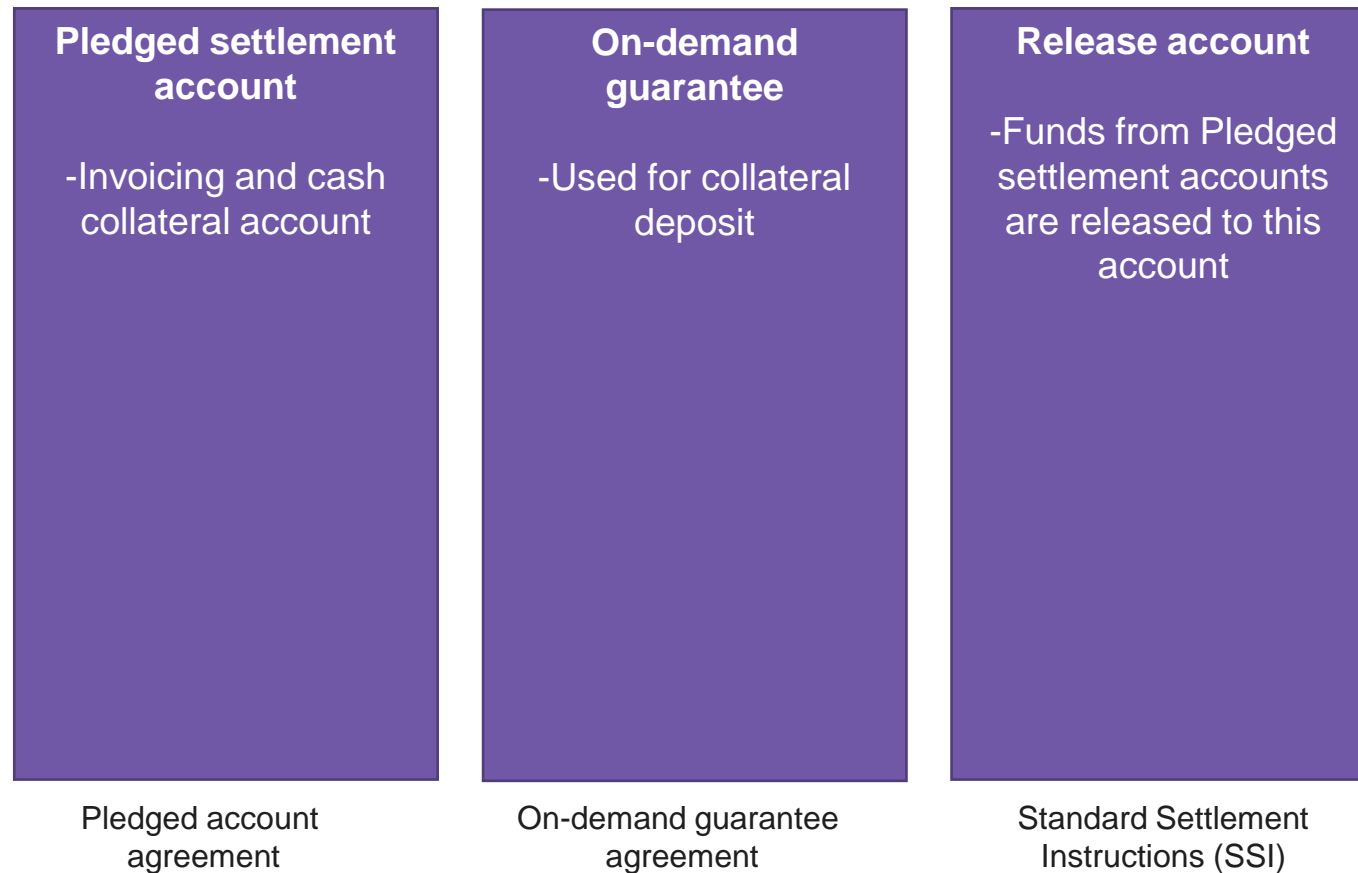


# Background

- eSett has received feedback from customers and banks to develop the account and collateral model
- eSett wants to respond to the requests from the market and has started developing an alternative model
- The pilot period will start in Q1/2022 and last for about 6 months. If proven successful, the model will be available to all BRP's after settlement banks have adopted the new model
- eSett wants to present how we will develop the account model and would like feedback from the Customer Committee members regarding the suggested model



# Current account management model



Between bank and BRP

1. MT101, payments
2. MT940, bank statements

Existing  
already

New  
component

# New account management target model

**Cash settlement account**

- Invoicing account
- Not pledged, BRP can release funds by itself
- Can't be used for collateral deposit
- Can be part of cash pool or utilized credit limit
- Funds from Pledged settlement accounts are released to this account

Non-Pledged account agreement

**Pledged settlement account**

- Cash collateral account

Pledged account agreement

**On-demand guarantee**

- Used for collateral deposit

On-demand guarantee agreement

Between bank and BRP

1. MT101, payments
2. MT940, bank statements

# Model features

- In both models all accounts will be in approved settlement banks
- BRPs have asked possibility to use cash pool/credit limits with settlement accounts, but it has not been possible so far
  - New model makes it possible to use cash pool and credit
- When invoicing account is not pledged BRP gets credit invoice amounts to own account without separate release requests
- Collateral calculation will not change
- Requires new agreements with BRP's, eSett and the banks (pledged cash account agreement, settlement bank agreement)

# Collaterals Overview

Finances > Collaterals

## Collaterals Overview

Status	Sufficient Collateral
Deposited Collateral	2 332 110,25 EUR
Outstanding Debit Amount	119 218,01 EUR
Collateral Demand	1 943 480,85 EUR
Available Collateral	269 411,39 EUR
Last Update	01.11.2021

- Currently Available Collateral is calculated Deposited Collateral-Collateral Demand- Outstanding Debit Amount
- In the new model Available Collateral is calculated Deposited Collateral-Collateral Demand





WE SETTLE, TOGETHER!

