



## Frequently Asked Questions

JCAP offers a cash management solution that is specifically designed to maximise a client's yield whilst simultaneously reducing their risk and maintaining liquidity. With the use of a High Yield Diversified Risk Account (HYDRA) funds always remain in the name of the fiduciary and counterparties are chosen that match the fiduciary's credit criteria.

Through JCAP's industry leading software, pooling cash assets is a cost effective, flexible and transparent method of managing cash.

### Why move to pooled accounts?

To achieve inflation beating returns, diversification and create administrative efficiencies.

### Is the HYDRA the same as a bank account?

No. The treasury pooled service is not a bank account, but instead involves client money being placed into several pooled bank accounts in the name of the fiduciary with maturity periods at selected deposit taking counterparties.

### Where will the funds be placed?

A list of banks and their financial strength is provided to the fiduciary who then select the counterparties they wish to participate with according to their credit criteria. Detailed reporting is available which shows a client's specific exposure to each bank on a daily basis.

### Is there a cost?

JCAP charge a cash management fee based on the total cash assets under management. This fee will be covered by the transparent income generated by the pooling service.

### What access will I have to my client's funds?

The pooled call accounts are available on instant access. JCAP will manage liquidity according to the criteria set by the fiduciary.

Notice and fixed deposit pooled accounts are also available and terms are available on request.

### What happens if one of the banks fail?

Client money is exposed to credit risk in respect of all of the Banks. If a single Bank fails, the client's money is exposed to the extent of that Bank's share of total deposits.

JCAP monitor counterparty risk on a daily basis and report any potential risks or issues to clients immediately.

### Will client money be mixed together with other clients?

All assets are segregated within sophisticated software that ensures regulatory compliance and provides clear reporting on where the monies are held. The software has been independently audited and affirmed by SATOR Regulatory Consulting.

### What happens if the pooled accounts are subject to a 'freezing order'?

In common with professional client accounts or settlement accounts in which client monies are pooled more generally, the pooled accounts may be frozen because of only a single client whose money is held in the pool. Urgent steps would be taken to authorise the transfer of that single client's money from the pooled account to a frozen designated account, (including seeking authorisation from the relevant authorities, as necessary).

### Can client money be set off against the Fiduciary's liabilities?

No, each of the banks provide an undertaking that client money is recognised to be held in trust on behalf of clients and therefore cannot be set off against the Trust Company's liabilities.

### Are the pooled accounts covered by any depositor protection scheme?

Only deposits held by private individuals and charities are covered by a depositor protection scheme.

Bespoke Cash Management - Foreign Exchange - **Pooling** - Counterparty Risk Monitoring

## About us

JCAP Treasury Services is an independent team of finance specialists servicing a global client base who provide innovative solutions for the management of cash.

JCAP works with its clients to understand their requirements to provide a cost effective solution that is efficient and tailored to the specific client

## Why outsource to JCAP?

<b>Independence</b>	JCAP are an independent, owner managed company who are able to offer an impartial service
<b>Industry Experts</b>	JCAP's team have extensive knowledge and experience in trust, banking, treasury and and the management of finance projects
<b>Regulatory Compliant</b>	JCAP's service satisfies strict regulatory requirements imposed by the Commission within each jurisdiction
<b>Reduces Risk</b>	Outsourcing to experts mitigates the risk involved in cash management, diversifies cash assets and assists with assessing depositor risk
<b>Reduces Costs</b>	JCAP provide a value added service which favourably compares to an in house solution
<b>Improves Operational Efficiency</b>	Use of cutting edge technology improves operational efficiency and reduces costs
<b>Income</b>	A transparent charging structure provides a non-time charge based fee income

*“Clients can now rest assured that JCAP’s treasury services not only fulfil the current demand in the market place for diversification of risk, transparency and superior returns but also ensure that the regulatory framework is being adhered to”*

*Helen Hatton, SATOR & former Deputy Director General of the Jersey Financial Services Commission*

*“JCAP continue to work with JTC in developing a Treasury Service and we trust in their ability to assist in the delivery of a regulatory compliant and future proof strategy for our business”*

*Nigel Le Quesne Group CEO & Chairman JTC Group Limited*

## Our services



**Bespoke Cash Management** is a service designed for clients who wish to maximise returns and spread risk and is ideal for clients who want to hold cash as part of a balanced portfolio.



**Foreign Exchange** - outsourcing your FX to JCAP ensures that the underlying client receives 'best execution' and can provide a transparent income stream for a fiduciary



**Customer Pooled Bank Accounts** - through JCAP's industry leading software, pooling cash assets is a cost effective, flexible and transparent method of managing cash.



**Counterparty Risk Monitoring** - JCAP's counterparty risk monitoring service is free and designed to assist fiduciaries with their regulatory duty to monitor risk on behalf of its clients.

To find out more about our services, please visit [www.jcap.co.uk](http://www.jcap.co.uk), email [info@jcap.co.uk](mailto:info@jcap.co.uk) or call 01534 756400