



## The challenges

- The Client Assets Sourcebook (CASS) rules implemented by the Financial Conduct Authority (FCA) introduced a wide range of oversight controls governing the way in which member firms have to manage client money accounts.
- The number of banks willing to hold client money accounts has diminished in recent years and the rates available from those remaining vary between clients.
- Basel III has reduced banks desire to hold short dated money which has reduced returns.

## The JCAP Solution

JCAP offer a client money account service to assist a regulated firm's treasury team and CF 10a with their CASS 7 risk monitoring and reporting obligations. By focusing on:

- |                                    |   |
|------------------------------------|---|
| <b>1. Selection of banks</b>       | Comprehensive counterparty risk reporting and due-diligence   |
| <b>2. Managing exposure limits</b> | Setting and monitoring pre-defined credit criteria and exposure limits set by your firm. These credit-monitoring parameters are usually selected around share price, CDS, credit ratings and Basel 3 capital requirements. Assisting in reviewing and updating policies and procedures. |
| <b>3. Risk monitoring tools</b>    | Monitoring and reporting of the risks associated with managing customer money, including software solutions   |
| <b>4. Liquidity management</b>     | Introductions to new counterparties, who are familiar with and provide products for CASS 7 client money. Increasing yield with CASS compliant products  |
| <b>5. Research and reporting</b>   | Macro-economic research and management reporting  |

### Who is it for?

- Stockbrokers
- Investment Businesses
- Wealth Managers
- Regulated Businesses

### Compliance, Regulation and Risk

- Independently gathered data from multiple sources
- Proactive monitoring of counterparty risks
- CASS7 solutions and support

### Why?

Outsourcing your treasury requirements to a team of experts is an effective way to receive an independent, proactive and impartial service.

Engaging a specialist treasury provider mitigates the risk associated with the management of cash.

Bespoke Cash Management - **Client money accounts** - Pooling - Counterparty Risk Monitoring

JCAP help fulfil such demands by providing a bespoke outsourced treasury management function, including, but not limited to the following CASS7 Rules:

JCAP Services						
Rule	FCA Description	1. Selection of banks	2. Managing exposure limits	3. Risk monitoring tools	4. Liquidity management	5. Research and reporting
7.11.32	Interest				✓	
7.12.1	Requirement to protect client money	✓			✓	
7.12.2	Requirement to have adequate organisational arrangements		✓			
7.12.26	Qualifying money market funds	✓				
7.13.12	Client bank accounts	✓				
7.13.20,25	Diversification of client money		✓			
7.13.3	Depositing client money	✓				
7.13.36	Allocation of client money receipts			✓		
7.13.50	Prudent segregation records			✓		
7.13.8,10	Selection, appointment and review of third parties	✓				✓
7.14.2	Client money held by a third party	✓				
7.15.2,5,7,20	Records, accounts and reconciliations			✓		
7.18.2	Client bank account acknowledgment letters				✓	

## Our services



**Bespoke Cash Management** - 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.



**Client Money Accounts** - a cash management service designed to assist UK based FCA registered firms with the rules set out in the Client Asset Sourcebook (CASS) section 7, regarding the management of client money accounts.



**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 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