

QONTIGO REPORTING SOLUTIONS

Form N-PORT

A New Reporting Requirement for U.S. '40 Act Funds.

As part of the SEC Modernization reforms (effective January 2017), the SEC introduced Form N-PORT. It enables the SEC to evaluate various risks to a particular fund or sector, as well as the risk across the entire fund industry.

Form N-PORT replaces the current reporting requirement (FORM N-Q). It mandates that all U.S. Registered Investment Companies (e.g. mutual funds and exchange-traded funds) report data and risk analytics on their fund portfolio composition to the SEC on a monthly basis. This new report is submitted in a structured data format similar to the SEC Form PF (private fund reporting). Monthly reporting of the fund's investments should include:

- > Data related to the pricing of portfolio securities
- > Information regarding repurchase agreements, securities lending activities, and counterparty exposures
- > Terms of derivatives contracts

Mutual Funds are now also required to establish a liquidity protocol and a Liquidity Risk Management program (LRM) Additionally, beginning in June 2019, funds will be required to assign a liquidity category for each of its holdings based on:

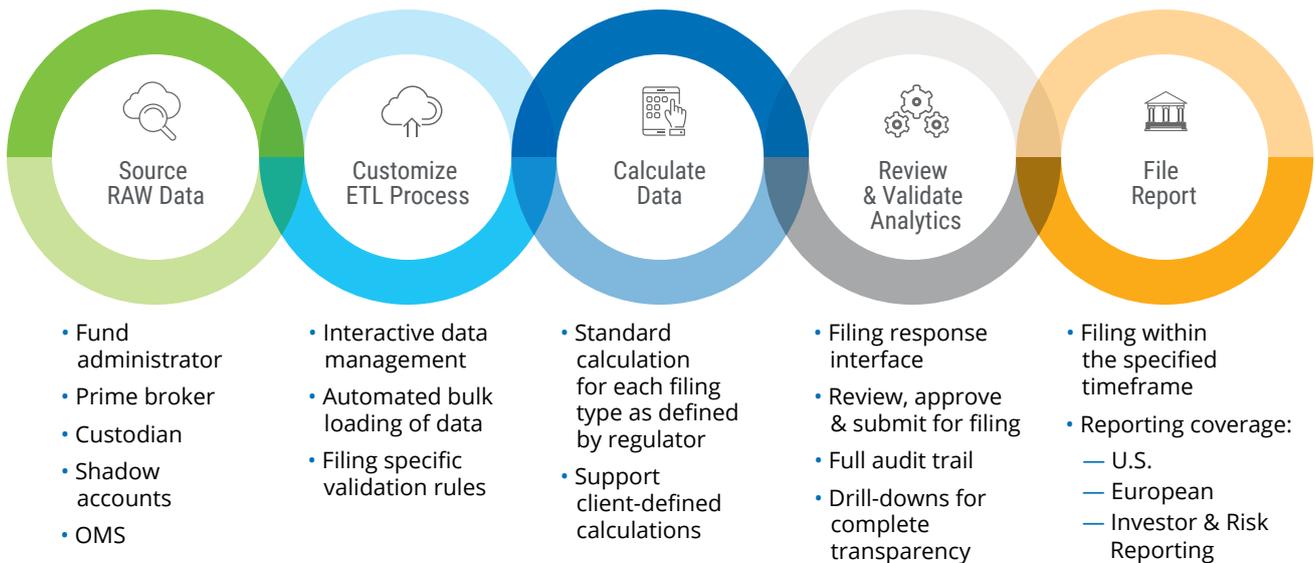
- > Differences in Liquidity characteristics
- > Differences in sub-advisor classifications
- > Full Liquidation

Required Information to be Reported

- ✓ General information about the fund
- ✓ Fund assets and liabilities
- ✓ Certain portfolio-level metrics (including certain risk metrics)
- ✓ Fund's liquidity profile (including the liquidity classification of assets)

- ✓ Information regarding securities lending counterparties
- ✓ Monthly returns
- ✓ Flow information
- ✓ Information regarding each investment held in the portfolio
- ✓ Miscellaneous securities (if any)

The Qontigo Integrated Workflow



The Managed Service

On top of a powerful technology offering, the Qontigo Reporting Solutions managed service takes pain out of clients' hands in the form of a completely outsourced regulatory reporting service, driven by experienced and knowledgeable regulatory experts. We pair the technology platform with our proven managed service, which includes customization of a workflow between Qontigo, client team and any additional vendors needed to produce client reports.

- > **Identification of necessary data sources**, typically originating from a combination of Fund Administration raw output of positional information, prime broker counterparty data and internal client systems.
- > **Build of a custom extraction, translation and loading process ("ETL")** to receive raw data from identified sources and map it to a necessary format in the Data Console.
- > **Validation of data once in the Data Console** and generation of specified report(s).
- > **Maintenance and update of workflows** to account for raw data changes from client input.

Why Qontigo?

Qontigo is the worldwide provider of innovative regulatory reporting, risk management, portfolio construction solutions and indices to financial institutions worldwide. With an emphasis on innovation, outstanding service and open- platform technology, Qontigo partners with its clients to provide more choice, greater flexibility and outstanding performance. Created in 2019 through the combination of Axioma, DAX and STOXX, Qontigo is part of Deutsche Börse Group, headquartered in Eschborn with key locations in New York, Zug and London.

To learn more about Qontigo, please contact us, or visit qontigo.com



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