

UnRisk

UnRisk PRIIPs

Calculating PRIIPs Relevant Metrics and Creating/Managing PRIIPs-KIDs



What is UnRisk PRIIPs?

UnRisk PRIIPs is a software for manufacturers of «Packaged Retail and Insurance-based Investment Products» (PRIIPs) to enable them to comply with the PRIIP regulation. The goal of the PRIIP regulation is to improve the protection of retail investors. It came into effect in 2014 and must be applied since January 2018. UnRisk PRIIPs supports the production and publication of the mandatory and standardized «Key Information Document» (KID). A Component of the KID are a number of key ratios and scenario values which have to be calculated according to the regulation. Part of UnRisk PRIIPs solution are algorithms to perform these calculations in a robust and efficient way.

Examples for Products for which PRIIP KIDs are Mandatory:

- Structured financial products, such as equity warrants, that are packaged by the issuing firm.
- Financial products whose payoffs are derived from reference values such as shares or exchange rates (derivates).
- Closed and open investment funds.
- Insurance products which are held as investments.
- Financial products distributed by special purpose entities.

Which Information Needs to be Part of the KID?

- General information, as well as the type and characteristics of the product.
- Risk and return profile of the product as well as scenario values for favorable, moderate and unfavorable market developments.
- Information for covering loss if the manufacturer is unable to fulfill the payment.
- Cost structure of the product.
- Recommended holding period and rules for early termination.
- Complaint bodies and any other relevant information.



UnRisk PRIIPs

UnRisk PRIIPs solution consists of two parts which can be licensed individually.

PRIIP Calculation Module: Module to calculate all PRIIP risk and return key figures including scenarios and cost details which must be disclosed for transparency reasons. The calculation of the PRIIP key figures occurs in compliance with the regulatory guidelines and includes:

- construction of market data scenarios
- calculation of all relevant cashflows
- valuation of the instruments at the required points of time (RHP, RHP/2, 1 year)
- calculation of the necessary key figures



PRIIP Portal: PRIIP Portal is designed with an intuitive user interface to streamline the creation and management of «Packaged Retail and Insurance-based Investment Products» (PRIIPs).

This comprehensive tool provides a detailed overview of all PRIIPs under management, including each product's basic information and associated Key Information Documents (KIDs). These features come on top of the PRIIP Calculation Module:

- **Threshold Monitoring:** Set and monitor threshold values for critical PRIIP key figures, ensuring timely adherence to mandatory updates.

- **Periodic Updates Reminder:** Automated reminders for the regular updating of PRIIP KIDs, maintaining compliance and currency.
- **KID Template Management:** Create, customize and manage templates for KID documents, which define both the layout and the integration of dynamic and static content.
- **Compliance Monitoring:** Continuously monitor PRIIP key figures against set thresholds. Receive notifications or trigger automatic generation and distribution of updated KIDs when threshold values are exceeded.

Benefits

- ✓ One stop solution for the generation and management of PRIIP KIDs in line with regulatory requirements.
- ✓ High quality numerical implementation, top performance.
- ✓ Attractive and scalable operating models for PRIIP manufacturers of any size.
- ✓ Modular system offers customizable options and individual modules for seamless integration into existing business procedures.

