

How to Create Facility and Limit (W5)

[This version is superseded. Click here to view the latest guide.](#)

PURPOSE

This document contains the detailed procedure on how to create facility and limit in the system.

WHY IS THIS IMPORTANT?

Creating facility and limit provides a framework for maintaining counterparty facility. This is required for booking transactions in CS Lucas system.

PROCEDURE



1. Click Set Up > Risk > Facility to launch the Facility screen.

Facility								
AcctCntr*		TFS-SG	Lend/Borrow	Counterparty	Status			
Refresh		New	Delete	Approve	Utilisation			
App?	Short Name	AcctCntr	Lend/borrow	Counterparty	Grant Date	MDate	Status	
<input type="checkbox"/>	CITI-SG < TFS-SG	TFS-SG	Borrow	CITI-SG	1 Jan 2010	31 Dec 2050	Open	

2. Click New. The New Facility screen will be displayed.

New Facility

[!\[\]\(529949c2c3dadbaa4e538e8c643454bc_img.jpg\)](#) [Save](#) [Import](#)

Facility Type*	<input type="text" value="Capex"/>
Short Name*	<input type="text"/>
Acct Cntr*	<input type="text" value="TFS-SG"/>
Borrow/Lend*	<input type="text"/>
Counterparty*	<input type="text"/>
Grant Date*	<input type="text" value="03/02/2016"/>
Draw By Date	<input type="text"/>
Maturity Date*	<input type="text"/>
Check Trade MDate?	<input checked="" type="checkbox"/>
Committed*	<input type="text" value="Yes"/>
Status	<input type="text" value="Open"/>
Rate Type	<input type="text" value="-"/>
Rate Basis	<input type="text"/>
Margin(%)*	<input type="text" value="0.000000"/>
Ann. Fee Rate(%)*	<input type="text" value="0.000000"/>
Guarantor	<input type="text"/>
Trustee	<input type="text"/>
Trust Date	<input type="text"/>
Collateral Value	<input type="text"/>
Country	<input type="text" value="Unassigned"/>
Product Type	<input type="text" value="Unassigned"/>
Description	<input type="text"/>
Purpose	<input type="text"/>
Other Info	<input type="text"/>

3. Fill in the fields. Choose the Facility type. This field is user definable. To see instructions on how to create user definable field, [click here](#).
4. Input a facility name preferred in the Short Name field. For example, CITI-SG-100M.
5. Choose the Accounting Centre from the dropdown.
6. Choose from the dropdown on the Borrow/Lend field. It could be Borrow, Lend or Trading. In this example, we will select Borrow.
7. Select Counterparty, in this example, CITI-SG is chosen.
8. Enter the Grant Date, Draw by Date then the Maturity Date. Draw by Date is optional.
9. Check Trade Mdate is defaulted to ticked. This means that the facility can only be used on or in between the facility's grant date and maturity date. You may untick this box if you do not wish the system to check that the trade's maturity date must be in between the facility's grant date and maturity date.
10. In the Committed field, choose Yes for committed facility or No for facility that is uncommitted. Default is Yes.
11. As all mandatory fields with * are all filled, you may click Save. Other fields are optional.
12. You will see the newly created facility short name appears at the top of the list and this requires approval. Click on the tick box on the left of the new facility short name and click Approve.

Facility

AcctCntr*		TFS-SG	Lend/Borrow	Counterparty	Status				
		Refresh	New	Delete	Approve	Utilisation			
	App? ♦	Short Name ♦	AcctCntr ♦	Lend/borrow ♦	Counterparty ♦	Grant Date ♦	MDate ♦	Status ♦	
<input type="checkbox"/>	N	<u>CITI-SG-100M</u>	TFS-SG	Borrow	CITI-SG	3 Feb 2016	31 Dec 2017	Open	
<input type="checkbox"/>		<u>CITI-SG < TFS-SG</u>	TFS-SG	Borrow	CITI-SG	1 Jan 2010	31 Dec 2050	Open	
<input type="checkbox"/>		<u>TFS - CITI-SG:FX</u>	TFS-SG	Trading	CITI-SG	1 Jan 2010	31 Dec 2050	Open	
<input type="checkbox"/>		<u>TFS - DBS-SG:FX</u>	TFS-SG	Trading	DBS-SG	1 Jan 2010	31 Dec 2050	Open	
<input type="checkbox"/>		<u>TFS - DBS-SG:FXSwap</u>	TFS-SG	Trading	DBS-SG	1 Jan 2010	31 Dec 2050	Open	
<input type="checkbox"/>		<u>TFS - DBS-SG:IRS</u>	TFS-SG	Trading	DBS-SG	1 Jan 2008	31 Dec 2050	Open	
<input type="checkbox"/>		<u>TFS - TGL Borrow</u>	TFS-SG	Borrow	TGL-SG	1 Jan 2010	31 Dec 2050	Open	
<input type="checkbox"/>		<u>TFS - TGL Lend</u>	TFS-SG	Lend	TGL-SG	1 Jan 2010	31 Dec 2050	Open	
<input type="checkbox"/>		<u>TFS - TGL:FX</u>	TFS-SG	Trading	TGL-SG	1 Jan 2010	31 Dec 2050	Open	
<input type="checkbox"/>		<u>TFS < DBS-SG</u>	TFS-SG	Borrow	DBS-SG	1 Jan 2010	31 Dec 2050	Open	
<input type="checkbox"/>		<u>TFS <> DBS-SG</u>	TFS-SG	Borrow	DBS-SG	1 Jan 2010	31 Dec 2050	Open	
<input type="checkbox"/>		<u>TFS > DBS-SG</u>	TFS-SG	Lend	DBS-SG	1 Jan 2010	31 Dec 2050	Open	
<input type="checkbox"/>		<u>TFS-SG > SCB-SG</u>	TFS-SG	Lend	SCB-SG	1 Jan 2010	31 Dec 2050	Open	
<input type="checkbox"/>		<u>TFS-SG/DBS-SG OBS</u>	TFS-SG	Borrow	DBS-SG	1 Jan 2010	31 Dec 2050	Open	
<input type="checkbox"/>		<u>TFS-SG/Shell OBS</u>	TFS-SG	Lend	Shell	1 Jan 2010	31 Dec 2050	Open	
<input type="checkbox"/>		<u>TFS<CITI:TL1</u>	TFS-SG	Borrow	CITI-SG	12 Nov 2019	31 Dec 2050	Open	

13. Next, to assign limit, click on the short name of the preferred facility. In this example, the limits will be set up for the new facility CITI-SG-100M.

14. The Amend Facility screen will be displayed.

Amend Facility

	Save	Limit	Accessibility	Covenants	Fees	Syndication	Security	History	Preference	
Facility Type*	Capex									
Short Name*	CITI-SG-100M									
Acct Cntr*	TFS-SG									
Borrow/Lend*	Borrow									
Counterparty*	CITI-SG									
Grant Date*	03/02/2016									
Draw By Date	dd/mm/yyyy									
Maturity Date*	31/12/2017									
Check Trade MDate?	<input checked="" type="checkbox"/>									
Committed*	No									
Ann. Fee Rate(%)*	0.000000									
Show Advance	<input type="checkbox"/>									

15. Click Limit to go to the Facility Limit screen.

Facility Limit

[←](#) [Update](#) [Import](#)

CITI-SG-100M

With Effect	Ccy	Amount	Product	Utilization Type	
3 Feb 2016	SGD	0.00	_Non Treasury Facility	Revolving	

With Effect*

Limit Ccy*

Limit Amount*

Utilization Type*

Product and Sub limits

Product	Ccy	Sub Limit	+
_Non Treasury Facility			-

16. In the With Effect field, input the date when you want the limit to take effect. This date cannot be before the facility's grant date.
17. Choose the Currency in the Limit Ccy field.
18. Specify the Limit Amount.
19. In the Utilization Type choose from the drop down. It can be Revolving, Multiple Draw and Single Draw. Default is Revolving.
20. Under the Product and Sub limits section, select the type of transaction to use by choosing from the drop down under Product.
21. Specify the sub limits by choosing the currency in the Ccy field and then filling out an amount under Sub Limit column. Leave them blank if it is not needed. When left blank, all products that are assigned to this facility will share on the overall limit you set up. In this example, we will assign two products, Money Market and Term Loan to use on this limit. Click Add Button to new row for adding new product.

Facility Limit

[←](#) [Update](#) [Import](#)

CITI-SG-100M

With Effect	Ccy	Amount	Product	Utilization Type	
3 Feb 2016	SGD	0.00	_Non Treasury Facility	Revolving	

With Effect*

Limit Ccy* [▼](#)

Limit Amount*

Utilization Type* [▼](#)

Product and Sub limits

Product	Ccy	Sub Limit	+
Money Market			-
Term Loan			-

22. Click Update. The facility limit table above in the Facility Limit screen will be updated.

Facility Limit

[←](#) [Update](#) [Import](#)

CITI-SG-100M

With Effect	Ccy	Amount	Product	Utilization Type	
3 Feb 2016	SGD	100,000,000.00	Money Market; Term Loan	Revolving	

With Effect*

Limit Ccy* [▼](#)

Limit Amount*

Utilization Type* [▼](#)

Product and Sub limits

Product	Ccy	Sub Limit	+
Money Market			-
Term Loan			-

23. Click Back button to return to Amend Facility screen. Click Back button again to return to Facility listing screen.

24. Approval is needed to complete the set up. Click on the tick box beside the

facility being set up.

Facility								
AcctCntr*		TFS-SG	Lend/Borrow	Counterparty	Status			
Refresh		New	Delete	Approve	Utilisation			
	App?	Short Name ▲	AcctCntr ▲	Lend/borrow ▲	Counterparty ▲	Grant Date ▲	MDate ▲	Status ▲
<input type="checkbox"/>	N	<u>CITI-SG-100M</u>	TFS-SG	Borrow	CITI-SG	3 Feb 2016	31 Dec 2017	Open
<input type="checkbox"/>		<u>Investment A</u>	TFS-SG	Lend	CITI-SG	4 Sep 2017	4 Sep 2018	Open
<input type="checkbox"/>		<u>TFS - CITI-SG:FX</u>	TFS-SG	Trading	CITI-SG	1 Jan 2010	31 Dec 2050	Open
<input type="checkbox"/>		<u>TFS - DBS-SG:FX</u>	TFS-SG	Trading	DBS-SG	1 Jan 2010	31 Dec 2050	Open
<input type="checkbox"/>		<u>TFS - DBS-SG:FXSwap</u>	TFS-SG	Trading	DBS-SG	1 Jan 2010	31 Dec 2050	Open
<input type="checkbox"/>		<u>TFS - DBS-SG:IRS</u>	TFS-SG	Trading	DBS-SG	1 Jan 2008	31 Dec 2050	Open
<input type="checkbox"/>		<u>TFS - TGL Borrow</u>	TFS-SG	Borrow	TGL-SG	1 Jan 2010	31 Dec 2050	Open
<input type="checkbox"/>		<u>TFS - TGL Lend</u>	TFS-SG	Lend	TGL-SG	1 Jan 2010	31 Dec 2050	Open

25. Click Approve .

FREQUENTLY ASKED QUESTIONS

FAQ01. How the system restricts user access to facility details?

Certain facility reports may be extracted by user selected accounting centre grouping.

The user may select those accounting centre for which he has been granted explicit access.

In addition to these explicit accounting centre group, the user may also have access group the facility reports for other accounting centre group provided these other accounting centre groups consist entirely of accounting centre which the user already have explicit access.

This is illustrated as follows:

Entity Group			AG1	AG2	AG3	AG4	AG5	AG6	AG7	AG8	AG9	AG10
Entity	x					x	x	x	x	x	x	x
AC1	x					x	x	x	x	x	x	x
AC2	x						x	x	x	x	x	x
AC3		x						x	x	x	x	x
AC4	x							x	x	x	x	x
AC5			x						x	x	x	x
AC6		x								x	x	x
AC7	x										x	x

If user has been assigned access to AG4, he has explicit access to

accounting centre AC1. The user may only view AG4.

If user has been assigned access to AG5, he has explicit access to AC1 and AC2. Since AG1 consists only of accounting centre for which he already has explicit access through AG5, he will also be granted access to AG1. He will also be granted access to AG4 for the same reason.

If user has been assigned access to AG6, he has explicit access to AC1, AC2 and AC3. Since AG1 consists only of accounting centre for which he already has explicit access through AG6, he will also be granted access to AG1. He will also be granted to AG4 and AG5 for the same reason. However, he will not have access to AG2 because AG2 contains AC4 to which no explicit access has been granted.

Finally a user assigned with AG10 will have access to all accounting centre group AG1 to AG10.

Note:

It is assumed that user groups are set up which grant permission to access the reports and are bind to AG4, AG5 etc... and that users are associated with these user groups.

FAQ02. I created a new counterparty but I cannot find it while setting up a new facility. Why?

The counterparty drop down field in the facility set up may be set up as restricted list which you can only see the counterparty which is of the same region as the accounting centre. If you do not see the desired counterparty in the drop down list, please check your set up for “Acct Cntr/ Ctpy Group” in the Entity Preference for the accounting centre and Counterparty Preference for the counterparty. They must be tagged to the same region. See section V. Accounting Centre Region Tagging in [Entity Preference Set Up](#).

FAQ03. How to show full list of counterparty in facility set up screen?

The counterparty list in the facility set up is controlled by access rights. To see full list of counterparty, you need the following rights assigned.

<input type="checkbox"/>	11090	Facility	Do not restrict Ctpy List.
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FAQ04. When setting up an intercompany facility to a subsidiary, can I restrict the list of accounting centres shown in the Counterparty drop down list to show only the accounting centres of the accounting centre group that I have the access to?

The accounting centre list is not restricted by default. To restrict the accounting centre list, you need the following rights assigned.

<input type="checkbox"/>	11095	Facility	Restrict Acct Cntr in Counterparty List.
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FAQ05. What does each utilization type means?

The following explains the utilization type.

- (i) Revolving - When a borrowing is repaid, the limit becomes available again and the user can draw down again against the counterparty. This type of facility is revolver.
- (ii) Single Draw - This type of facility can only be drawn once and the line cannot be used again even if the borrower has repaid the original amount.
- (iii) Multiple Draw - This type of facility allows multiple draws on the line. For each draw down, the limit amount is reduced and will not be restored back if any of the borrowing is repaid.

RELATED INFORMATION

[Set up an Umbrella Facility](#)

[Computation of Facility Utilization](#)

CHANGE HISTORY

Date	By	Changes
15-Feb-2008	-	Created.
28-Jul-2015	CS	Included section for FAQ.
01-Feb-2016	Clarissa	Reformatted. Rewritten.
1-Jun-2016	TS	Updated.
14-Dec-2017	Anuja	Updated FAQ02 and FAQ03.
16-Aug-2018	Silpa	Updated FAQ04.
24-Aug-2018	Silpa	Updated step 1.
8-Jul-2019	TS	Added FAQ05.
15-Nov-2019	Lyra	Updated Screenshots.