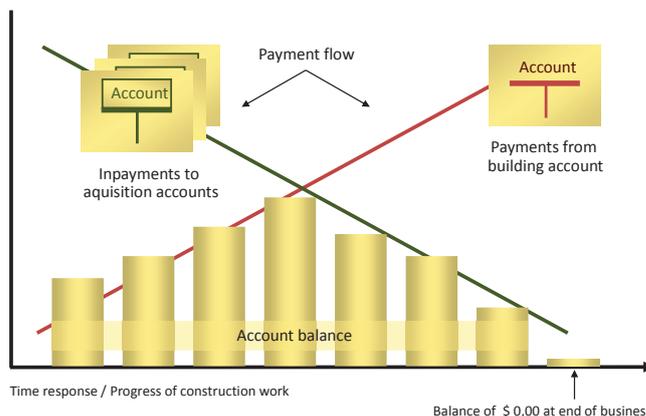


**Models complex project financing procedures and supports business processes during the construction and financing phases.**

## Models Complex Project Financing Procedures

Every stage in a construction project has its own special requirements. Every institution that finances real estate and projects has to deal with these requirements at some point or another. For one thing, the capital needs and consequently the credit balance of the project sponsor initially increases as the project progresses.

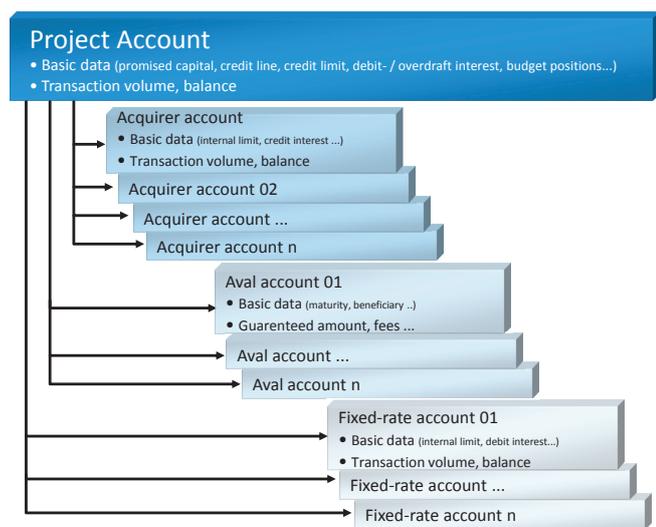
If parts of property are then gradually sold, the customer's entire debit balance is reduced once more – again in line with the progress of the project.



## Solution for Project Loans

iBS AG's software solution for project loans is based on the standard SAP Bank Customer Accounts (BCA) and loans (CML) components. The account construct of project and acquirer accounts (which must be displayed), the integration of various types of loan (fixed-rate loan, guarantee credit, and current account loans), as well as the requirements for interest rate netting between project and acquirer accounts can all be modeled.

The iBS solution also allows you to budget for the various stages in a project and to debit these budgets automatically by means of the self-initiating BCA payment transaction function (prerequisite: the project sponsor forwards the invoices to the bank, which takes care of the posting notice and the posting), which means, by updating the utilization and the free limit, that you always have the various project stages under control. The budget items can be specified by the customer in accordance with the customer's own particular requirements.



The account structure is set up using a custom hierachy tree similar to the "Cash Concentration" BCA standard hierarchy.

What's more, because the tool is closely linked with the SAP loans component, when a project is funded, the associated securities can be entered directly in the BCA with the result that the loan case can be fully documented within the SAP R/3 environment. This is achieved by having the same contract number in both the SAP current account system and the loans component.

Outlook: Specific charges for bad and doubtful debts, automatic limit adjustment, and extended tools for monitoring the progress of projects are just some of the functions planned for future releases.