



Volcker Rule Compliance

OVERVIEW



CHALLENGE

A Tier One Investment Bank needed assistance to implement the Volcker Rule, establishing an additional control point and first line of defense within the bank, and ensuring compliance with permissible proprietary trading activities. The bank also needed support in liaising with regulators and auditors.



SOLUTION

Treliant provided a team of consultants combining Volcker expertise and project management skill. The team was split between New York and London to support front office staff, respond to internal and external auditors, and ensure overall compliance with the Volcker Rule.



APPROACH

The Treliant team performed daily monitoring of risk reports and escalation of product violations, and also monitored and reconciled metrics required for monthly submission to regulatory bodies. The team ran other BAU processes, including refreshing trading mandates with required trading strategy, exemptions and exclusions; monitoring the Reasonably Expected Near Term Demand (RENTD) of clients; and facilitating the required quarterly meetings with business and risk heads of Volcker trading desks. Finally, the team also monitored permitted activities and regularly reviewed and improved controls and reporting processes.

RESULTS

- ✓ Successfully established a robust and well-designed control framework to meet Volcker Rule 2.0 expectations.
- ✓ Provided accurate and timely submission of monthly reports to regulatory bodies.
- ✓ Provided accurate and timely annual Volcker CEO Attestation for regulators, encompassing a bottoms-up sign-off process and critique from a Senior Executive Committee.
- ✓ Overall, the bank met regulators' requirements and complied with the Volcker Rule, avoiding potential fines and reputational damage.