



**THE FOUNDATION
FOR SECURE
MARKETS**

45782

TO: ALL CLEARING MEMBERS
DATE: OCTOBER 9, 2019
SUBJECT: ENCORE RISK DASHBOARD SCREEN

As stated in the September 20, 2019 [Memo #45671](#), OCC will be modifying its margin methodology by adding a risk-based liquidation charge to account for the cost of liquidating a defaulting Clearing Member's portfolio. This add-on charge is scheduled to be implemented on October 14, 2019 and will be included in your daily settlement beginning Tuesday, October 15, 2019. With this implementation, OCC will be offering access to a new platform, Risk Dashboard.

Risk Dashboard provides a new way for Clearing Members to view the types of margin charges that a member firm is responsible for on a daily basis. This new and convenient interface allows easy identification of the components that summarize a member firm's Total Margin Requirement. This includes Estimated Shortfall, Stress Test Charges and the breakdown of various Add-on charges required for the account. A section is also available, if applicable, for accounts utilizing a SPAN requirement to see a comparison to STANS methodology charges. The platform was designed to allow greater clarity of the various charges that was not easily feasible within ENCORE platform and simplify the cumbersome nature of information within the CORE Reports. The first component allowing greater detail is the Liquidation Charge Add-on. This platform will allow an interactive method to identify the marginable position sets used to calculate the Vega, Delta and Treasury Liquidation Charges. The current version of Risk Dashboard utilizes Start-of-Day positions and will maintain static margin charges for each trading day. The Risk Dashboard provides a better visibility to the margin process by summarizing and allowing a breakdown of the daily margin charges. The Risk Dashboard is not intended to replace ENCORE and will not have the same breadth of functionality.

To access the Risk Dashboard screens, please proceed as follows:

- The Encore Admin for the clearing member will need to go to the Encore User Request screen in MyOCC and select the following two functional groups: Account Summary Read Only and Liquidation Charge Read Only. These requests can be made beginning **Monday, October 14th, 2019**.
- Once completed, a new 'Risk Dashboard' button will be available on your MyOCC page.
- Select the new 'Risk Dashboard' button from the upper right-hand area of the page. This will launch the interface screen.
- Under the Widgets Menu at the top left of the screen, select Account Summary.
- If a user encounters a security certificate along the way, accept it. Users encountering issues with, or lack of, Risk Dashboard access should contact Member Services at (800) 621-6072.

Within ENCORE, the CORE reports will show the basic impact of the charge while the screens will show a detailed breakdown of the liquidation charge itself.

- Daily Margin Reconciliation – reports daily margin requirement at OCC.
- Daily Margin Summary and Daily Margin Detail – two separate reports that provide risk factor and position data, respectively, included in the Daily Margin Reconciliation margin requirement
- Margin Memo – Collateral Reconciliation – reports margin requirement at OCC excluding valued

security and certain government security collateral deposits

- Margin Memo – Collateral, Stock Loan & Repo Reconciliation – reports margin requirement for broker-dealers members used in the SEA 15c3-3 Customer Reserve computation
- Add On Charge Summary Report – reports the breakdown of Add On charges displayed in the aggregate on the Daily Margin Reconciliation Report
- Other reports include – Stock Loan Memo Margin Reconciliation, Collateral in Margins Memo, and Customer Gross Margin Summary.

If you have any questions regarding this memo, please contact your Credit Risk Analyst or Member Services. Clearing Members may also e-mail creditriskanalysts@theocc.com or memberservices@theocc.com.