

# Maximise your group's liquidity management

Do you desire better control of group liquidity? With Handelsbanken's CashPool solution, intra-group liquidity is maximised, which enables self-financing to a greater extent.

CashPool allows medium-sized and large corporate groups to link together individual accounts or account structures, in one or several countries and in one or several currencies. In this way, intra-group liquidity can be better utilised.

## Advantages for your group

- Increased self-financing
- Improved net interest income
- Improved overview of liquidity
- Reduced administration

## Increased self-financing

When your group utilises its total liquidity more efficiently, the need for short-term funding is reduced. All group accounts are pooled into one account, currency by currency, and are revalued in an intra-group pool currency selected by you. To reduce the need for intra-group loans, it is also possible to introduce a joint credit facility for all accounts included in the CashPool solution.

Your group can utilise the total liquidity from all accounts in all the linked up countries. You will also be able to access liquidity automatically, including from accounts with other banks. In this way you can monitor group flows, investing surpluses and covering deficits.

## Improved net interest income

By using Handelsbanken's CashPool, not only will you optimise liquidity management across the whole group, you will also improve your net interest income. Liquidity is pooled either on different accounts, currency by currency, or on a single account, converted into a pool currency. By doing this, your combined balances will form the basis for the Bank's calculation of interest, and you will minimise the group's external interest expenses.

## Improved overview of liquidity

With this facility it is possible to receive a summary showing current balances, as well as transactions on the group accounts included in the CashPool solution. This summary is displayed in Handelsbanken's online corporate banking service.

## Reduced administration

The administration of internal financing queries is reduced, as we monitor the accounts included in the CashPool solution and take care of the liquidity transfers that you would like us to carry out.

## Service functions

Handelsbanken's CashPool solution consists of two main functions:

- Notional group account
- Cash concentration

## Notional group account

This service involves the netting of balances on accounts or account structures, in one or several countries and in one or several currencies. In this way, the pooled liquidity can be utilised from any linked up account and interest calculated on either the net balance, by currency, or by account. A check is made that the net balance, including any credit facility, is sufficient. It is also possible to check on any level in the structure.

## Cash concentration

It is possible for you to choose the intervals at which the liquidity will be transferred between your accounts. It is also possible to agree on a minimum amount for the transfer to be performed, whether a liquidity reversal should occur on the next day and whether there should be an agreed balance in order for the transfer to be made.

## Legal aspects

As laws and regulations vary from country to country, it is important that your participating companies investigate the legal aspects in each country, in the form of 'legal opinions'. This to ensure that linking up to CashPool does not contravene any applicable requirements or rules, or lead to any tax-related consequences.

## More information

If you would like to know more about CashPool you are welcome to contact a Handelsbanken branch. We will be pleased to help you find a solution that reflects the needs of your company.