

Data Governance for BCBS 239

ARE YOU CONFIDENT IN YOUR KEY RISK DATA? CAN YOU MANAGE ITS LIFECYCLE? TRACE ITS LINEAGE? MANAGE CHANGE? RESOLVE ISSUES?

Practical Data Governance

Following the data governance principles of BCBS 239 is simple with Collibra.

- **Consolidate risk metadata from across the organization**

Support the full complexity of your federated information, across multiple business functions, data domains and geographies.

- **Combine risk and other information**

Search and browse for all different types of information in a common place with authoritative metadata and examples.

- **Easily trace and report Data Lineage**

Advanced visualizers and automated metadata capture make it easy to see and maintain business lineage, including manual manipulations.

- **Automate the governance process**

A practical governance operating model automated with workflows, dashboards and alerts ends those rounds of spreadsheets, emails and meetings.

- **Make data stewards successful**

Data stewardship requires a broad set of activities. Collibra automates these processes, so stewards can successfully accomplish their goals and tasks.

Data governance succeeds with Collibra. Find out more at www.collibra.com

BCBS compliance demands banks to govern their critical data in a comprehensive way. Addressing the shortcomings of existing processes, and implementing sustainable, end-to-end data governance is the only way to comply with BCBS 239 principles. This requires the bank to implement a practical way of empowering data stewards, the primary practitioners of data governance. It must also deliver complete lineage of critical data elements, implement a flexible operating model to ensure that governance is maintained continually, and manage the lifecycle of critical data and risk metrics.

3 THINGS THAT MAKE BCBS 239 GOVERNANCE WORK

DATA STEWARDS

Data stewards are the key individuals that make data governance a practical reality. They are the ones who know what the data means, how its used and where it comes from. However, they know this because they have other jobs, where their business demands that they be familiar with this data. For them to take responsibility for the data and execute the day-to-day tasks of data governance, they need a system.

This system must give them easy access to the definitions and metadata, trace data lineage accurately, and contain tools for collaboration and governed decision-making. Without these data governance becomes a difficult chore, and defaults to a point-in-time project. Each time it is done, all the effort that is put into developing governance information is lost, as it has not been maintained and kept current. For data governance to succeed, it must be continuous, and seamlessly integrated into the daily work of the stewards and stakeholders.

DATA LINEAGE

Understanding where the data came from and where it is used is the crucial requirement to demonstrate compliance with the data governance principles in BCBS 239. Collibra's Data Governance Center with Collibra Connect can import any

metadata and enable stewards to link imported data to business terms, policies and other key assets. All this will build crucial lineage that provides end-to-end insight and impact analysis.

Users and regulators can quickly see what data is available, on which reports it is used, where it is derived from, and all the source systems providing input. They can also see where manual manipulation is done, and can quickly determine the business impact of changes to data definitions, policies or rules.

BCBS239 is principle based and is essentially about good data practice. Getting data right creates the foundation needed for future business growth. It isn't about 'complying to regulation' but rather about investing in the future business.

- **Stan Christaens**, *Founder and COO* at Collibra

Combining risk data from different parts of the business and different geographies and associating this data with data from finance or elsewhere requires huge efforts in discovery, manual exploration and extraction, sending emails and making phone calls, , all of which entail many delays. Collibra Data Governance Center's comprehensive view enables any user to understand how the data relates to business terms, systems, and other data. Finding out what data means takes just one push of a button with Collibra.

FLEXIBLE DATA GOVERNANCE MODEL

BCBS 239 stresses the critical importance of the overall governance operating model. Many of the principles state that changes and additions must be approved by various roles within the organization. The operating model consists of the roles, tasks, and workflows needed to continuously govern data. Given the size and complexity of most banks, this operating model will vary both within and between banks.

Collibra is the only solution that comes with an out-of-the-box operating model that can be used to add value from day one. It is easily customized for your bank's roles, processes and structure. The operating model covers the entire lifecycle of critical data elements. This includes lifecycle milestones (i.e. onboarding, four eye approval, data sharing agreements), policy compliance checks (i.e. data ownership policy compliance), business rule development processes (i.e. how do we measure the quality of VaR) and escalation paths (i.e. how do we manage data issues that have a cross-functional impact).

ABOUT COLLIBRA

Collibra Corporation is the industry's global Data Governance provider founded to address data management from the business stakeholder perspective. Delivered as a cloud-based or on-premise solution, Collibra is the trusted Data Authority that provides Data Stewardship, Data Governance and Data Management for the enterprise business user.

While others focus on the technical data, Collibra automates the part of governance that is difficult to capture: the stewardship of data. Moving from spreadsheet-based periodic governance to a continuous model improves the quality of data and makes the governance simple and successful.

The data governance operating model is not only the foundation of BCBS 239 compliance, but it is also the basis of creating lasting value from data across the organization.

Change and Lifecycle Management

Rule and policy compliance are at the core of BCBS 239 and data governance. Because Collibra has a complete picture of the business and technical relationships of your data, it can show comprehensive impact analysis. Changes to policies, rules, risk metric calculations and data elements can be vetted before they are implemented. New analytics can encompass new assets and capabilities (such as big data) without disrupting the current users of that data. Collibra achieves this for all types of data: risk data, financial data, customer data, big data, analytics, business intelligence data; they are all governed.

BCBS 239 Compliance Rests on Data Governance

BCBS 239 is not just another set of compliance rules banks have to adhere to by putting in place a set of calculations with regulatory reports on top. Rather, it impacts the core of the regulatory risk compliance issue by addressing ungoverned data that is used to aggregate and report risk.

Extracting and escalating critical risk information is impossible without a robust risk management framework supported by a comprehensive and consolidated data governance infrastructure.

Collibra has been proven at banks around the world to be the ideal tool for implementing BCBS 239 principles. This level of stewardship, lineage and flexibility can work for your bank as well.

Visit www.collibra.com for more information. Additional resources for the financial services industry can be found at www.collibra.com/resources.