

Confluence® Signal

# Investment Monitoring and Regulatory Reporting



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## 🔒 Market Challenge

The SEC's new 13f-2 rule, the first US SEC short sale rule, requires global investors shorting US stocks to disclose once thresholds are met. Institutional managers must submit detailed, complex data on the new Form SHO monthly within 14 days of month-end. Reporting thresholds are \$10 million or 2.5% of shares for reporting issuers and \$500,000 for non-reporting issuers. Compliance dates span from January 2024 to 2025, increasing regulatory reporting burden, complexity, and expense, while navigating SEC Schedule 13G/D beneficial owner reporting changes adds to the challenge.

## 🔑 Our Solution

Confluence's Signal solution automates monitoring and reporting – ensuring compliance without added burdens – to satisfy the SEC requirements as well as those of regulators worldwide. It provides near real-time automated monitoring and reporting for more than 100 jurisdictions, including short-selling rules for the US.

Our unparalleled in-house regulatory expertise of Signal combined with the meticulous handling of data helps optimize operational efficiency and reduce risk.

Our highly qualified professionals handle the demanding filing preparation using an XML-based data language, thereby saving you time and resources.

## Benefits

- ✓ Satisfies the SEC's requirements and other regulators worldwide
- ✓ Helps reduce operational complexity, risk, and cost
- ✓ Saves time and resources of complex data and filing preparation
- ✓ Gives you more time to manage your investment portfolio efficiently



## ✓ 13G/D Reporting

Signal supports your 13G and 13D reporting as the rules evolve, including:

### Automated EDGAR Submission

- ▶ Pushes securities and holdings daily
- ▶ Consumes and stores files
- ▶ Runs annual US 13G rules on demand
- ▶ Runs annual rules historically from a year's start to end, and creates an alert summary with potential alerts for filing
- ▶ Reviews and submits filings to EDGAR via filing service, with a direct filing option
- ▶ Reflects acknowledgements in filing summary

### EDGAR Next

- ▶ Compliance with the structured, machine-readable data requirement (XML-based language) for Schedules 13D and 13G
- ▶ Supports Submission, Submission Status, and EDGAR Operational Status APIs

## ✓ 13f-2 Reporting

Signal makes complying with 13f-2 Reporting and Non-Reporting rules efficient, offering:

### Threshold Calculations

- ▶ New source columns for settled positions data, including shares quantity, and notional value.

### Form SHO

- ▶ File directly with the SEC via EDGAR using Form SHO.
- ▶ Business-friendly data templates with source data requirements and submission guidelines. Compatible with daily or transactional data uploads in machine-readable formats, with error/ missing data validation.

### Calculation & Aggregation

- ▶ Aggregates data for reporting and non-reporting rules across securities, equity, underlying equity, gross short positions, and eligible asset types.

### Daily Portfolio Monitoring

- ▶ Audit-tracked daily views of US issuer short sale exposure.
- ▶ Business-friendly templates with look-through functionality to portfolio or security level.
- ▶ Built-in warnings for mid-month issuer breaches, enabling strategy adjustments.



## **Navigate 13G/D and 13f-2 requirements with Signal**

Contact us to schedule a demo or speak with a representative today.

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