

Intuition Asia Perspectives

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Corporate Actions, order out of the chaos is a must

Is the day of reckoning coming for China's corporate bond market?
South China Morning Post, 24 May 2018

China had at least 20 corporate bond defaults in the first 4 months of this year. As the onshore market continues to grow in global prominence knowing what is happening and taking the required actions is paramount.

Corporate actions are events that bring an actual change to financial instruments. Obviously, this can have dramatic economic effect if not handled professionally and efficiently in a timely manner. It can even lead to court cases involving clients and loss of reputation.

Many institutions struggle with managing the multitude of corporate actions they need to process and inform clients or counterparties of. This can be decisions to be made on a restructured bond, a share split, dividend news, time sensitive actions to be taken on a derivative or change in financial details of the instruments. It can lead to a significant price move or revaluation errors affecting portfolios and margin requirements.

Anyone responsible for managing securities and funds for clients, including revaluating assets and margin calculations have to be aware.

For **Intuition blended learning** related to this article, some of our workshops include:

- Hedging for Corporates
- Overview of Corporate Actions
- Corporate Finance Insights: Maximizing Corporate Value & Minimizing Risks
- Risks in Banking: Compliance, Operational Risk & Ethics

The **Intuition Know-How Library** consists several tutorials related to this article:

Custody & Fund Services

- Custody – An Introduction
- Corporate Actions – An Introduction
- Corporate Actions – Types
- Shareholder Servicing
- Fund Types & Structures *(New v48)*
- Fund Administration *(New v48)*
- Fund Valuation *(New v48)*

Intuition Asia provides bespoke learning solutions, both eLearning and Instructor-led courses. These can also be blended in a program to provide the most effective form of learning. These workshops can be structured as lunch & learns, webinars or full day deliveries. Clients can use these to keep their workforce updated with the latest developments in the market and complete their mandatory CPD learning hours.

Get in touch with your Intuition account manager at asiainfo@intuition.com for more details.