

**FORM A**

**APPLICATION FOR APPROVAL IN RESPECT OF SECTION 4.6 OF JOINT STANDARD 2 OF 2020**

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| QUANTITATIVE PORTFOLIO MARGIN MODEL | |
| **Applicant name** |  |
| **Contact person** |  |
| **Email address** |  |

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| Model development | | |
| **Provide the following information in respect of the development of your model:** | **Response** | **Annexure/document reference (page number)** |
| 1. Is the model developed internally or by a third-party? |  |  |
| 1. Is the model implemented internally or by a third-party? |  |  |
| 1. If the model is developed/implemented by a third-party, please provide information in relation to (a) – (c): |  |  |
| 1. the third-party(s) details |  |  |
| 1. model description |  |  |
| 1. attach a copy of the service level agreements (SLAs). |  |  |
| 1. Any supplementary information related the above |  |  |

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| Validations/approvals of the model development | | |
| **Provide the following information in respect of your model:** | **Response** | **Annexure/document reference (page number)** |
| 1. Complete documentation set for the model development (irrespective of the model being internally developed or sourced from a third-party). |  |  |
| 1. Validation of the model development |  |  |
| 1. Proof of the approval of the model development at the relevant model approval governance committee/s within your organisation. |  |  |
| 1. Any supplementary information in respect of the validation/approval of the model development. |  |  |

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| Model governance framework | | |
| **Provide the following information in respect of the governance structures in respect of your model:** | **Response** | **Annexure/document reference (page number)** |
| 1. The policies, procedures and process documentation related to the roles and responsibilities of key stakeholders, governance and controls for the model development, model validation, model risk and model implementation management functions in your organisation. Please highlight any simplifying assumptions in your response |  |  |
| 1. An outline the segregation of duties across the model development, model validation, model risk and model implementation activities |  |  |
| 1. The controls, processes, procedures and governance related to updates/modifications to approved models and the documentation thereof. |  |  |
| 1. A description of the processes in place for the continual assessment of your organisation’s models, with respect to its relevance and appropriateness for intended uses. |  |  |
| 1. Demonstrate how your organisation ensures that sufficient capacity and capabilities (resource expertise and skills etc.) are allocated and maintained across the full model governance value chain (model development, model validation, model risk and model implementation across model inputs, calibration, mechanics and outputs). |  |  |
| 1. Demonstrate any staff training interventions across the full model governance value chain. |  |  |
| 1. Any supplementary information in respect of the model governance framework |  |  |

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| Compliance with the requirement in the Joint Standard | | |
| **Provide the following information in respect of compliance with section 4.6 of the Joint Standard:** | **Response** | **Annexure/document reference (page number)** |
| 1. A detailed account and submission of all relevant documentary evidence demonstrating compliance with the requirements of section 4.6 of the Joint Standard related to the implementation of the quantitative initial margin model. |  |  |
| 1. Any supplementary information in support of the compliance with section 4.6 of the Joint Standard. |  |  |