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- Subtitle:** Prepared for the Country Treasurer & CFO
 - Prepared by:** Rajathesh H M
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 - Title:** EWT & MAT Trigger Report – Jan–Feb 2023





Monthly Limits & Deposits Tracking Report

Citi Finance

March 2023



Introduction- Trigger Definitions

-  Deposit ↓ more than 3% in a day
-  Loan ↑ more than 5% in a day
-  Loan ↑ >50% from Dec 2022
-  Surplus ↓ >50% from Dec 2022

- **Management Action Trigger (MAT):**

- Surplus falls **below zero**

- **Early Warning Trigger (EWT):**

Risk Triggers Monitoring

Table here

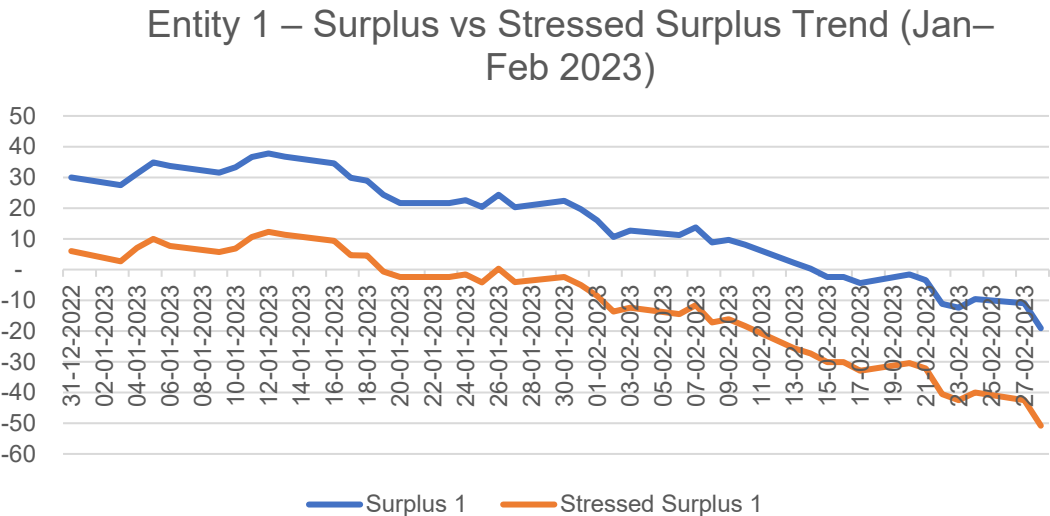
Entity	EWT Trigger Days	MAT Trigger Days	Comments
Entity 1	28 days	12 days	High-risk, surplus fell below 0 in Feb
Entity 2	14 days	0 days	Some stress, no critical breach observed
Entity 3	1 day	0 days	Largely stable

Describe Table Features

Key monitored variables include **Deposits**, **Loans**, and **Surplus** levels. Triggers are based on day-over-day % change and comparison with December 2022 levels. Surplus stress is calculated by deducting 80% of loan values from deposits to simulate risk-weighted outflows.

Describe Variable Features

The table summarizes the number and type of risk triggers breached for each entity. It identifies entities where either **Early Warning Triggers (EWT)** or **Management Action Triggers (MAT)** were activated during Jan–Feb 2023. Entity 1 shows highest risk exposure.



Risk Triggers Monitoring (cont.)

Table here

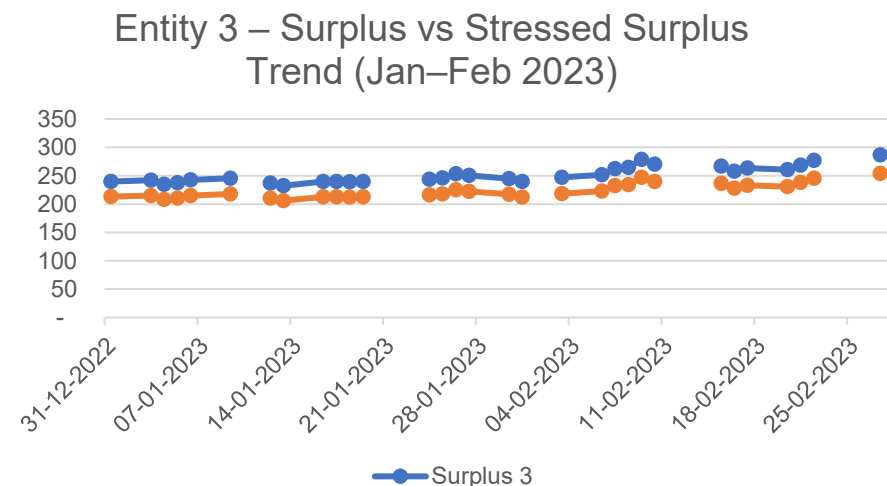
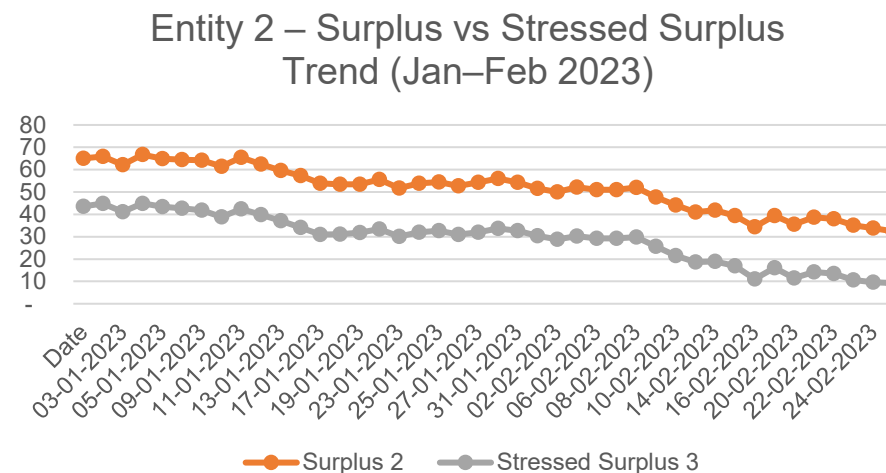
Entity	EWT Criteria	MAT Criteria
Entity 1	Loan \uparrow > 5%, Deposit \downarrow > 3%, Surplus \downarrow > 50%	Surplus < 0
Entity 2	Deposit \downarrow > 3%, Surplus \downarrow > 50%	Surplus remained above zero throughout
Entity 3	Deposit \downarrow > 3% (1 day only)	Not triggered

Describe Table Features

Triggers were monitored daily using threshold-based rules:

- EWT (Early Warning Trigger):** Activates if day-over-day change exceeds set thresholds.
- MAT (Management Action Trigger):** Activates if surplus drops **below 0**. Only **Entity 1** breached both triggers significantly — recommended for CFO escalation.

Management Action Trigger:



Summary – Risk Trigger Insights

✓ Key Takeaways (Jan–Feb 2023)

- ▲ **Entity 1** breached both **EWT** and **MAT** thresholds:
 - Surplus fell below 0 in February.
 - High-risk – Recommend **CFO escalation**.
- ⚠ **Entity 2** triggered **Early Warning Trigger**:
 - Moderate stress observed.
 - No breach of MAT criteria; monitor closely.
- ✓ **Entity 3** remained **largely stable**:
 - Only one-day EWT trigger (minor deposit dip).
 - No MAT breach – No action required

🧠 Action Points

- Intensify oversight on **Entity 1**.
- Set automated alerts for EWT breaches.
- Continue monitoring **Entity 2** for trend deterioration.
- Maintain normal reporting frequency for **Entity 3**