For Non-Financial Corporates

**Essential components for IFRS 9 impairment**

IFRS 9 accounting standards require firms to factor in expected credit losses to calculate provisions for their investment portfolio, loan book, and trade receivables. This change requires investment in forward-looking analytics. Are you still looking for the right solution?

Having an inadequate approach to these regulations could leave you with impairment provisions that are too high, impacting deployment of capital to other revenue generating functions, or too low, exposing your firm to unexpected losses in a downturn. Our suite of award-winning solutions* can help firms comply with IFRS 9 credit impairment requirements.

**Approach**

Assess credit risk with confidence, consistency, and convenience with our suite of robust analytics.

- Reliably score and efficiently monitor counterparties’ point-in-time and lifetime probability of default (PD) and loss given default (LGD), with Credit Analytics.

- Gain a fundamental based view of credit risk for corporations and banks globally without revenue size limit with our PD Model Fundamentals. We pre-score more than 700,000 companies and you can input your own companies for analysis.

- Access credit scores that are designed to broadly align with credit ratings from S&P Global Ratings, for mid- and large-cap financial institutions and corporations. With our CreditModel™ we pre-score more than 54,000 companies plus offer you the flexibility to input your own companies for analysis.

- PDs can be adjusted using our macroeconomic overlay model, a quantitative ratings transition model that accounts for user-defined future macroeconomic scenarios. This overlay is segmented by region and industry, and allows for adjustments based on credit cycles and market views.

- Apply the LossStats Model, a loss distribution model calibrated on 30 years of recovery data, to generate Expected Loss and LGD for loans and bonds accounting for collateral type, debt structure, macroeconomic factors, industry factors, and solvency regime.

**Data**

Expand the scope of your internal models for IFRS 9 impairment with our unrivalled data.

- Derive adjustments for 12-month and lifetime probability of defaults (PD) based on S&P Global Ratings default and ratings migration data for 15,000 companies, 175,000 securities, 250,000 structured finance issues, and 175+ sovereign ratings across the globe.

- Evaluate future default and ratings migration scenarios, adjust internal calibration of models, stress test assumptions, and benchmark internal model performance as well as bridge gaps in internal model data.

- Support the selection of factors for internal models when determining changes in credit risk with access to 20+ years of historic credit ratings from S&P Global Ratings across all sectors, including over 9,000 global issuers, 600 government entities, 15,000 structured finance deals, and 850,000 securities.

- Build a competitive edge with data that spans 99% of the world’s total market capitalization including fundamental data for 700,000+ private companies and 60,000 public companies.

**Technology & Delivery**

Whether you need to adjust inputs for your macroeconomic scenarios, apply probability weights to estimate expected values, or calculate expected credit loss (ECL), our models can be easily implemented into your current systems through web- and Excel-based solutions, alongside bulk feed and API channels.

About S&P Global Market Intelligence

At S&P Global Market Intelligence, we know that not all information is important—some of it is vital. Accurate, deep and insightful. We integrate financial and industry data, research and news into tools that help track performance, generate alpha, identify investment ideas, understand competitive and industry dynamics, perform valuation and assess credit risk. Investment professionals, government agencies, corporations and universities globally can gain the intelligence essential to making business and financial decisions with conviction.

S&P Global Market Intelligence is a division of S&P Global (NYSE: SPGI), which provides essential intelligence for individuals, companies and governments to make decisions with confidence.

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