



Netting Manager by Corpay

Corpay[^]

Want to simplify your global settlement process? Our robust end-to-end netting solution can help

Netting Manager by Corpay provides a comprehensive solution for corporations with foreign subsidiaries. Our proprietary online netting management service platform can help you streamline and automate the settlement process of internal invoices, simplify and optimize the intercompany financial transactions within a multinational organization, reduce costs, and improve efficiency. Our tool is also designed to help you enhance cash flow management, independently manage cashflows, and gain visibility and insight into your currency exposures.

Key features and benefits

- Bring structure and discipline to intercompany settlement processes
- Reduce the need for multiple payments
- Simplify the reconciliation process
- Free up internal resources, saving time and money
- Better evaluate exposures associated with cross-border transactions
- Pay affiliates or third parties
- Consolidate transactions and calculate settlement
- Reduce transaction fees and FX conversion costs
- Improve cash flow forecasting
- Bring to light previously unrecognized currency exposure
- Improve internal operating efficiency
- Reduce credit and/or settlement risk
- Manage cash around the organization

What is intercompany netting?

Intercompany netting is a process used by multinational corporations to consolidate and offset their internal financial transactions. It involves balancing liabilities and receivables between different subsidiaries or branches within the same corporate group, both domestically and internationally. The company can thus reduce the number of actual payments made, identify foreign exchange exposure, and streamline its cash management processes. Intercompany netting is designed to help simplify the settlement process, improve efficiency within the organization, and reduce credit and settlement risk. A netting manager consolidates each entity's payments into a single local currency transaction, and can also provide visibility for applying currency hedging strategies.

Available reports

- **Funding Report:** Consolidated trades executed to fund the netting cycle (one trade per currency)
- **Participant Reports:** Transaction level detail for each entity to use for reconciliation
- **Settlement Reports:** Summaries of payments due to or from the netting center for each participant in their local currency
- **Savings Reports:** Show savings from each cycle due to reduction in wire fees and elimination of unnecessary transactions

Why choose Corpay's solution

Our proprietary Netting Manager allows you to reap the benefits of intercompany netting without the cost – in money as well as time – of an expensive netting solution. You will provide your intercompany settlement data for each netting cycle (normally monthly) and we will use our proprietary netting tool to help you perform your netting operation each month. Our offering includes the set-up outsourced administration of the netting process. Our complete self-service solution connects you with a wide selection of netting reports complementary to our offering.

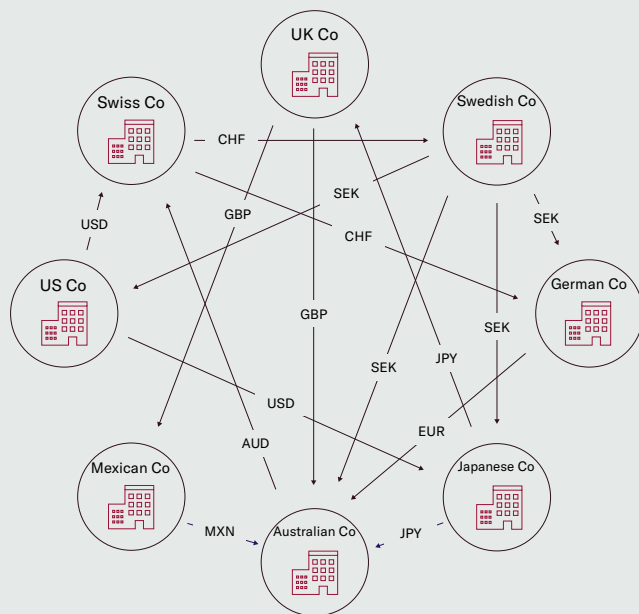
Our solution can help:

- 1 Increase transparency and autonomy, when you enter payables and specify your netting cycle
- 2 Consolidate and simplify cashflows and offsets, increasing visibility and efficiency
- 3 Sum and convert each entity's payments into a single local-currency amount to pay to or receive from the netting center, or apply a currency hedging solution to mitigate the associated exposure

Before

If you're not using a netting solution, you might have:

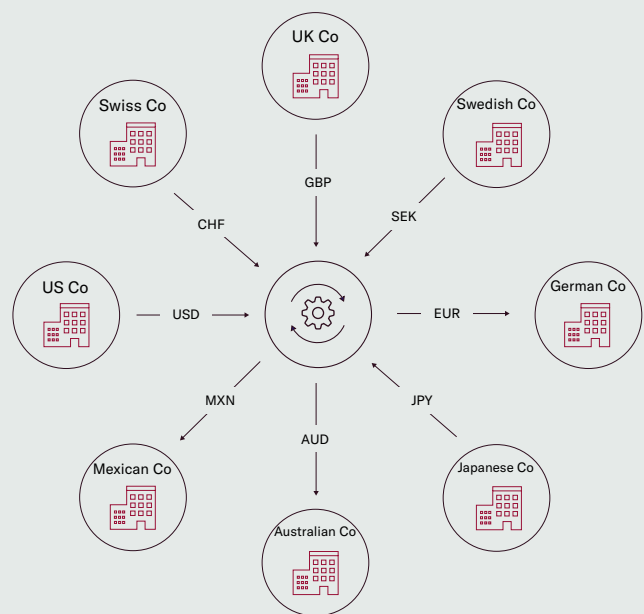
- Numerous small FX deals between subsidiaries leading to unnecessary FX conversion and transaction costs
- Lack of transparency due to no centralization
- Payment date uncertainty, making cash management problematic
- Mismatched intercompany bookings resulting in difficult reconciliation



After

Implementing Corpay's netting solution can help you:

- Reduce payment costs by recognizing intercompany offsets, requiring fewer payments
- Concentrate payments by centralizing and aggregating FX, creating larger transactions with better trade rates
- Reduce number of banks used, leading to a reduced float
- Simplify payment procedures and bring structure, discipline and visibility to intercompany settlements across the organization



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Please note: You must be an approved and onboarded client of Corpay to be eligible to use this product; some countries and territories are excluded.

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