

IMPROVED EFFECTIVENESS AND PERFORMANCE CONTROL

Multi Company

Financial consolidation is growing in importance because of factors like globalization and the popularity of mergers and acquisitions. In the past, it was mainly of interest to large companies that were publically traded, but now it is not uncommon for a mid-sized company to own several legal entities in different states or countries. Although such a company's financial consolidation requirements may not be very complex, producing a set of consolidated accounts is a process that, done in spreadsheets, can be very time consuming and prone to error. There are now various financial consolidation solutions that can streamline and add value to existing processes and systems.

Intercompany Elimination

Most companies' financial consolidation requirements will include making adjustments to the consolidated values. A simple example might be the requirement to allocate expenses incurred at Head Office (e.g. legal expenses) to subsidiaries; these may then be communicated to the subsidiaries for inclusion in their own accounts. A more common and complex example is to perform intercompany eliminations (ICEs). The most common ICE is to adjust for inter-company sales: if one entity sells goods to another entity then these sales should not be included in the sales of the consolidated entity; they should be eliminated from the total consolidated sales figures

CHALLENGES FOR ORGANIZATIONS

- Financial Consolidation stands between a rock and hard reporting deadlines
- Human Errors Due to Time-Pressure
- Understand the Near, Mid, and Long Term Benefits
- Once Overlooked, Now a Necessity: Disclosure Management

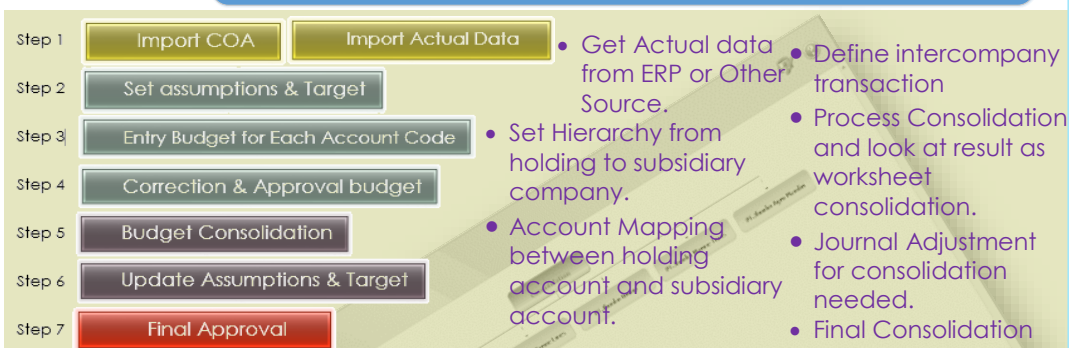
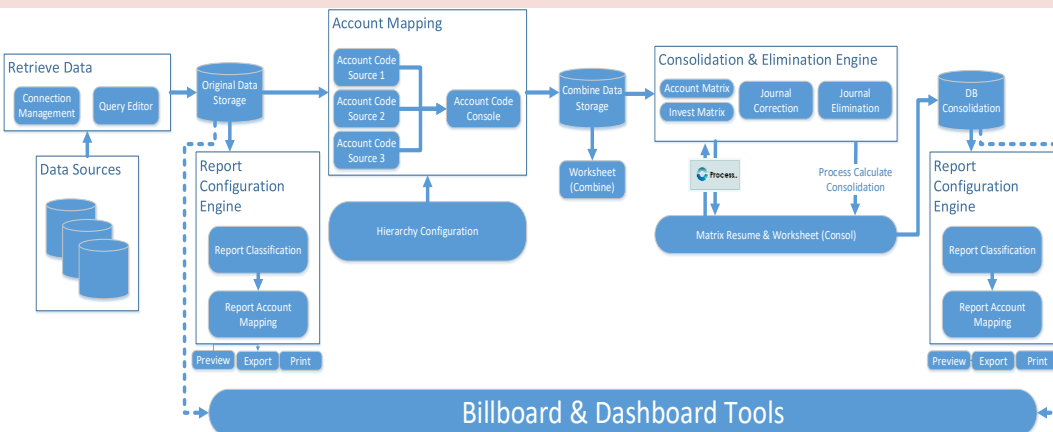


HOW CAN MAXICO HELP?

- Accuracy of reporting
- Improve process cycle time
- Maintenance of a single set of hierarchies and business rules
- Single point of maintenance and elimination of multiple redundant systems and data

THE ULTIMATE OBJECTIVES

- ❖ Fully compliance with accounting and regulatory standards
- ❖ Close the books faster through automated loading, consolidation, and validation of data from multiple organizational units
- ❖ Provide multiple consolidation hierarchies for management and statutory reporting requirements
- ❖ Able to adjust data for consolidation issues, regulatory and management requirements
- ❖ Maintain a detailed audit trail of all financial data, including adjustments offering auditable proof of data accuracy
- ❖ Generate reports on validations, inter-company eliminations
- ❖ Automate intra-fund and inter-fund allocations and eliminations
- ❖ Automate Elimination Process



MAXICO ABILITY & FEATURES

Web Based System

- On-Line Entry
- No need to install software or patches
- Can run in Any Browser
- Integrated to ERP System

Upload Excel Files

- Import Data can use the Excel file format.

Hierarchy

- The features of hierarchy for each company level.

Account Mapping

- Map your subsidiaries' charts of accounts to your parent's COA.

Worksheet Consolidation

- Comparing, combine, process, auto Elimination until consolidation

Matrix Intercompany

- Record the intercompany financial information for both Parent and Sub on the Matrix intercompany.
- Enable finance staff to focus on analysis and managing exceptions, rather than on reconciliations

Journal Adjustment

- Provide journal entry capabilities, to adjust data for consolidation issues, regulatory reporting, and management requirements

The Reporting

- Initial and Validation (Acct Registered, Acct Mapping, Journal Check, COA, TB)
- Combine & Consolidation (Acct Group, Journal Correction & Elimination (Manual & Auto))
- Financial Statement (PL, BS, CF, Gross Profit, Expenses, Other & Interest Income)

EASY TO USE AND MAINTAIN