

I prepare and perform Settlement postings for ZCC.

Tasks to be completed when documenting an operation (from creation to publication)

1. Enter the **Title of the operation / page**

2. Add the following Labels:

- Scope of applicability: ww, country_accounting
- Country or group of countries (if applicable): belux, china, france, italy, lam, nam,uk_ie, bulgaria, dach, netherlands, iberia, poland, latvia, australia, india, japan, south_korea, thailand, singapore, new_zealand, emea_transversal, apac_transversal
- Unit and Domain according to the [List of labels to be used in the Finance Service Line space](#)
 - E.g. 1: WW Operation in Financial Accounting under domain "Central Finance Processes & Compliance":
 - Labels to be used: **ww, financial_accounting, central_fin_proc_compliance**
 - E.g. 2: France Operation in Financial Accounting:
 - Labels to be used: **country_accounting, france, financial_accounting**
(for country operations, the Domain is always country_accounting)

3. Fill in all fields as described above

4. Name the title of each section using OPD methodology naming convention - **Infinitive verb without the "to", mainly action verb...something) -" I do something..."**

5. Once the description of the operation is completed, ensure it is approved and published by launching the [SBS-Finance approval workflow](#)

Domain: Treasury Accounting

Responsibility area: Ensure the ZCC settlement activity is performed.

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Scope



WW

Please remove the icon when not applicable.

ERP



WP1

Please remove the icon when not applicable.

Frequency



Month

? Unknown Attachment

? Unknown Attachment

Please remove the icon when not applicable.

References

Forms

Attachments

<< I prepare and perform Settlement postings for ZCC. >>

1.1. Objective of this Operation

1.2. Scope

2. Definitions

See [Finance Glossary](#):

- ...

3. Tasks description

3.1. I update Global Posting File Rhodia Brazil MM.xls and perform the postings of ZCC settlement in SAP.

The settlement of a Zero Cost Collar contract occur when the FX rate of the day, reaches the determinate rate agreed with the bank, even the lower or the higher rate.

As the settlement depends of the FX rate, we don't have a periodicity to execute the postings, however, when the settlement occurs it will be informed by the Corporate Treasury and we must follow the following steps.

3.1.1. I receive the information

Purpose: Get the information about which contract was settled and the amount to be received or paid.

Procedure steps:

When a ZCC deal reaches the determined rate, the contract is executed and we must post the gain or loss for the contract.

The information is sent by treasury team, informing which contract had being executed.

Dears,

This is to confirm that we have just **exercised the PUT options below**, and lapsed the CALL options. The [reporting file](#) is up to date.

Deal Number	Expiry Date	Counterparty	Instrument	Business Entity	Dealer	Strike Rate
392629	11 Feb 2022	JP Morgan Chase Sao Paulo	Zero cost collars	7523 - Rhodia Brasil S.A.	RRodrig1	5.26000
392631	11 Feb 2022	JP Morgan Chase Sao Paulo	Zero cost collars	7523 - Rhodia Brasil S.A.	RRodrig1	5.26000
392628	11 Feb 2022	JP Morgan Chase Sao Paulo	Zero cost collars	7523 - Rhodia Brasil S.A.	RRodrig1	6.18320
392630	11 Feb 2022	JP Morgan Chase Sao Paulo	Zero cost collars	7523 - Rhodia Brasil S.A.	RRodrig1	6.18320

Best regards,

Rodrigo

3.1.2. I create the Global posting File

Purpose: Verify the realized amount by GBU and allocate in the correct cost center.

Process steps:

In the spreadsheet shared by Treasury Team, we can follow up the ZCC contracts and verify the amounts related to the settlement:

Total hedge - Coatis		
Maturity Date	Jan-22	Feb-22
Total hedge (USD)	7,250,000	7,250,000
Lower Strike (PUT)	5.2600	5.2600
Upper Strike (CALL)	6.0900	6.1800
Total Hedge BRL @ Lower Strike	38,135,000	38,135,000
Total Hedge BRL @ Upper Strike	44,152,500	44,805,000

Settlement rate (USD/BRL)	5.5349	5.1987
Settlement rate (EUR/BRL)	6.3440	5.9323

Exercise?	No	Yes @ lower strike
Realized Result BRL	0.00	444,425.00
Realized Result EUR	0.00	74,916.14

Total hedge - Novocare + Silica		
Maturity Date	Jan-22	Feb-22
Total hedge (USD)	5,370,000	5,370,000
Lower Strike (PUT)	5.2600	5.2600
Upper Strike (CALL)	6.0900	6.1800
Total Hedge BRL @ Lower Strike	28,246,200	28,246,200
Total Hedge BRL @ Upper Strike	32,703,300	33,186,600

Settlement rate (USD/BRL)	5.5349	5.1987
Settlement rate (EUR/BRL)	6.3440	5.9323

Exercise?	No	Yes @ lower strike
Realized Result BRL	0.00	329,181.00
Realized Result EUR	0.00	55,489.61

Total hedge - Brazil (USD)		
Maturity Date	Jan-22	Feb-22
Total hedge (USD)	12,620,000	12,620,000

Total realized result BRL	0.00	773,606.00
Total realized result EUR	0.00	130,405.74

To execute the postings we always consider the BRL amount and we must split accordingly of GBU.

For the case above we had 444.425 that must be posted in Coatis cost centers and 329.181 that must be posted in Novocare and Silica(the split amount for this two GBU is also in the file provided by treasury)

Allocation Novocare		
Maturity Date	Jan-22	Feb-22
Total hedge (USD)	3,251,514	3,251,514
Lower Strike (PUT)	5.2600	5.2600
Upper Strike (CALL)	6.0900	6.1800
Total Hedge BRL @ Lower Strike	17,102,962	17,102,962
Total Hedge BRL @ Upper Strike	19,801,719	20,094,355

Realized Result BRL	0.00	199,317.79
Realized Result EUR	0.00	33,598.74

Allocation Silica		
Maturity Date	Jan-22	Feb-22
Total hedge (USD)	2,118,486	2,118,486
Lower Strike (PUT)	5.2600	5.2600
Upper Strike (CALL)	6.0900	6.1800
Total Hedge BRL @ Lower Strike	11,143,238	11,143,238
Total Hedge BRL @ Upper Strike	12,901,581	13,092,245

Realized Result BRL	0.00	129,863.21
Realized Result EUR	0.00	21,890.87

Here is the list of cost center that must be used:

7523-8326	Coatis Fenol
7523-8328	Coatis Acético
7523-8324	Coatis Cetônicos
7523-8329	Coatis PI
7523-8323	Coatis Fibra

7523-8322	Coatis Inds
7523-8327	Coatis Têxtil
7523-8330	Novecare
7523-8331	Silica

For Coatis, we have to send an email to the company controller to confirm the percentage to be considered to split by cost centers:

2022 - Coatis Rateio ZCC ➤ A Treasury/Contabilização LAM x



Tonet, Claudia <claudia.tonet@solvay.com>
to Cesar, Teresa, Melissa, Pablo, Ricardo, Rodrigo ▾

Tue, Feb 15, 11:29 AM ★

Olá Cesar,

Tivemos um contrato Zero Cost Collar que atingiu a taxa proposta e foi executado.

O valor informado de resultado para a Coatis foi 444,425.00

Poderia nos informar quais os cost centers devem ser considerados para efetuar a contabilização? Devemos considerar o mesmo rateio utilizado no CFH?

Hedge CTNR - Coatis - Fenol	Fenol	7523-8326	40 -
Hedge CTNR - Coatis - Acéticos	Acéticos	7523-8328	6 -
Hedge CTNR - Coatis - Cetônicos	Cetônicos	7523-8324	16 -
Hedge CTNR - Coatis - PI	PI	7523-8329	46 -
Hedge CTNR - Coatis - Fibras	Fibras	7523-8323	-3
Hedge CTNR - Coatis - Inds	Inds	7523-8322	-3
Hedge CTNR - Coatis - Têxtil	Têxtil	7523-8327	-2
			100

Obrigada,

Atenciosamente / Saludos / Kind Regards



Progress beyond

Claudia Tonet

Solvay Business Services

Treasury Accounting Specialist

T +55 41 3883-6975

Rua João Negrão, 731 - Curitiba - PR - Brasil



| www.solvay.com

Purpose: Execute the SAP postings through the Robot.

Process steps:

With all these information provided, we must create the global posting file to request the posting.

The posting scheme to be considered is:

Gain:

40 – 50990104 (bank part in total amount)

50 – 98120800 (R12900 – amounts split by cost center)

40 – 46110064 – Flow F60 (total amount received)

50 – 46110064 – Flow F15 (total amount received)

50 – 12820064 – Flow F60 (total amount received)

40 – 12820064 – Flow F61 (total amount received)

Loss:

50 – 50990104 (bank part in total amount)

40 – 98120800 (R12900 – amounts split by cost center)

50 – 46110064 – Flow F60 (total amount paid)

40 – 46110064 – Flow F15 (total amount paid)

40 – 12820064 – Flow F60 (total amount paid)

50 – 12820064 – Flow F61 (total amount paid)

Here is an example of posting file:

Posting Key	G/L account	Amount Doc cur	B.A.	Value Date	Assignment	Cost	Text	Prot	Facin	ASS	Text	Transac
50	98120800	488.277,20		15062022	ZCC Contract Executed	7523-8326	ZCC Contract Executed - Coatis Fenol					
50	98120800	73.241,58		15062022	ZCC Contract Executed	7523-8328	ZCC Contract Executed - Coatis Acético					
50	98120800	195.310,88		15062022	ZCC Contract Executed	7523-8324	ZCC Contract Executed - Coatis Cetônicos					
50	98120800	561.518,78		15062022	ZCC Contract Executed	7523-8329	ZCC Contract Executed - Coatis PI					
40	98120800	36.620,79		15062022	ZCC Contract Executed	7523-8323	ZCC Contract Executed - Coatis Fibra					
40	98120800	36.620,79		15062022	ZCC Contract Executed	7523-8322	ZCC Contract Executed - Coatis Inds					
40	98120800	24.413,86		15062022	ZCC Contract Executed	7523-8327	ZCC Contract Executed - Coatis Têxtil					
40	50990104	1.220.693,00		15062022	ZCC Contract Executed		ZCC Contract Executed - Coatis					
50	98120800	675.068,81		15062022	ZCC Contract Executed	7523-8330	ZCC Contract Executed - Novocare					
50	98120800	340.347,19		15062022	ZCC Contract Executed	7523-8331	ZCC Contract Executed - Silica					
40	50990104	1.015.416,00		15062022	ZCC Contract Executed		ZCC Contract Executed - Novec + Silica					
40	46110064	2.236.109,00		15062022	ZCC Contract Executed		ZCC Contract Executed June					F60
50	46110064	2.236.109,00		15062022	ZCC Contract Executed		ZCC Contract Executed June					F15
50	12820064	2.236.109,00		15062022	ZCC Contract Executed		ZCC Contract Executed June					F60
40	12820064	2.236.109,00		15062022	ZCC Contract Executed		ZCC Contract Executed June					F61

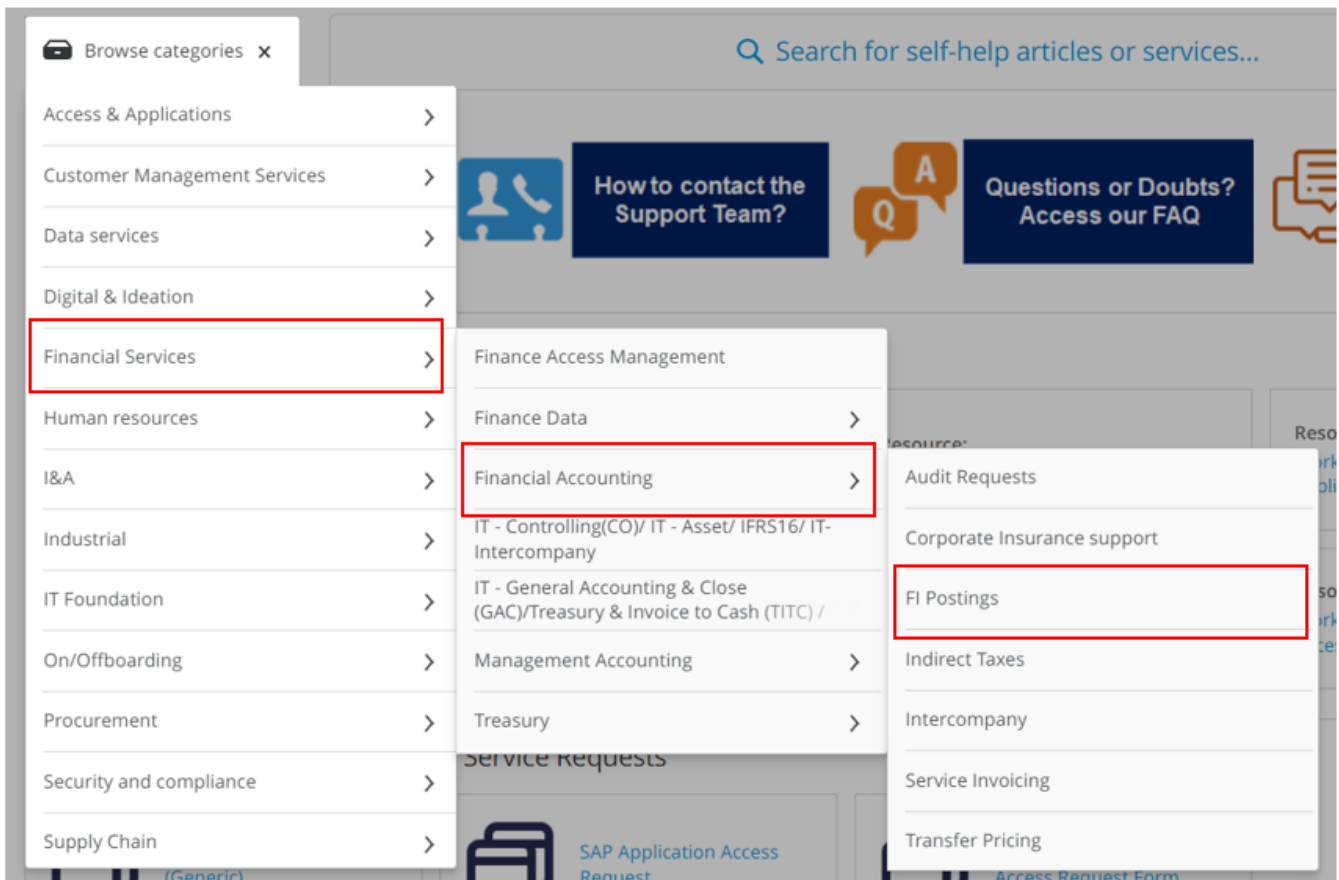
3.1.2. I send the file for posting

Purpose: Execute the SAP postings through the Robot.

Process steps:

After finished the Global Posting File, create a case to the Accounting Team to post the documents

Create the Case in Service One tool to request the automatic posting:



FI Postings (2)



Include the requested information to open the case and the Robot will process and post the documents

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