

# Loan IQ Transact

## Streamlining loan servicing through integration and automation

Corporate loans are a fast-growing and complex asset class that are continually evolving to meet the demands of the market. Despite the high volumes and intricate nature of the product, the loan market has been slow to innovate and is still heavily dependent on inefficient, manual processes.

The failure to innovate makes loan servicing a challenging task for financial institutions that are forced to rely on antiquated communication methods, such as email and fax, to receive information on loan lifecycle events that must then be manually input into their system.

The manual nature of the loan market introduces a great deal of risk to financial institutions in the form of operational errors and processing delays. These inefficiencies also negatively impact capacity and require large support teams with high levels of expertise that is increasingly difficult to find and develop.

These inefficiencies stem from the lack of interoperability that pervades the loan asset class, with market participants relying on a multitude of disconnected applications to manage loan lifecycle activity. The loan servicing space is sorely in need of innovation that will bring about the efficiency and automation needed for financial institutions to optimize their lending business.

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***Loan IQ Transact consumes transactions from any upstream system which enables clients to move from manual data entry to STP."***

**Catriona Coyne**

Lead Product Manager  
Corporate & Syndicated Lending

# Loan IQ Transact – Bringing straight-through-processing to loan servicing

Loan IQ Transact eliminates the need for users to manually key loan lifecycle event details into the system by allowing clients to ingest transactions/lifecycle events from any upstream system into Loan IQ.

Finastra builds and maintains generic, market facing generic APIs which can connect to any upstream system and Loan IQ Transact manages the integration to and consumption into Loan IQ. Loan IQ Transact will be available with the release of Loan IQ 7.7 in May 2024.

## Key Features:

- External generic API's which do not require Loan IQ knowledge.
- Translation layer which maps upstream data to Loan IQ data.
- The initial release will include 4 of the most common loan servicing transactions (drawdown, interest payment, principal payment, loan increase) and will be expanded with future releases.

- Simple and user-friendly UI and streamlined workflow using exception-based processing that involves little to no user intervention.
- Automated creation of transaction in Loan IQ.

## Key Benefits:

- Enables straight-through processing that UI increases efficiency and provides the scalability needed to support business growth.
- Eliminates the need to rekey information manually into the loan servicing system
- Lower TCO with Finastra owning the build and maintenance of the market facing API's and translation.

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*Loan IQ Transact allows clients to easily connect to external generic API's while Finastra manage the translation and integration to LIQ."*

## Catriona Coyne

Lead Product Manager  
Corporate & Syndicated Lending



## Contact us

### About Finastra

Finastra is a global provider of financial software applications and marketplaces, and launched the leading open platform for innovation, FusionFabric.cloud, in 2017. It serves institutions of all sizes, providing award-winning software solutions and services across Lending, Payments, Treasury & Capital Markets and Universal Banking (Retail, Digital and Commercial Banking) for banks to support direct banking relationships and grow through indirect channels, such as embedded finance and Banking as a Service. Its pioneering approach and commitment to open finance and collaboration is why it is trusted by over 8,000 institutions, including 45 of the world's top 50 banks. For more information, [finastra.com](https://finastra.com)

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### Corporate Headquarters

4 Kingdom Street  
Paddington  
London W2 6BD  
United Kingdom  
T: +44 20 3320 5000