

MarkitSERV FX: Confirmations, clearing and exercise management

Centralised infrastructure for post trade processing of FX derivatives, supporting electronic confirmation workflows, clearing and options exercise management

MarkitSERV FX provides a service to help firms streamline post execution processes for FX derivatives.

The service allows firms to match or affirm executed FX derivative trades on a centralised platform to generate legal confirmations and manage option exercise and expiry processes effectively and efficiently.

Current industry practices fall short of regulatory guidelines for timely confirmations of FX derivatives. MarkitSERV's service covers all FX derivatives and can help replace the outdated and error-prone practice of communicating option exercise intents over chat with a fully auditable and controlled workflow that is also compatible with cleared options.

MarkitSERV FX provides a centralised matcher that allows firms to match or affirm trade details electronically to create legal confirmations for those trades. The centralised database of matched trades has been used to submit over 150,000 NDFs for clearing to date, through four CCPs globally. The service has been extended to cover FX options, spot and forwards too, for legal confirmations, exercise management and clearing.

A connected simple and effective interface for options exercise management can be used to indicate exercise intents and communicate these to the counterparties or clearing house in realtime, providing an electronic, audited process for exercise intents. The parties' risk systems are also automatically updated with the latest status of the trade.

Efficiency

Provides STP for electronic confirmations and clearing and an electronic, audited process to exercise FX options

Transparency

Historical audit trail of all actions maintained along with users, timestamps and key trade data

Flexibility

Ability to integrate internal systems with an API to feed exercise or expiry actions taken by the option holder and route these to risk systems

Risk reducing

Significantly reduces the likelihood of "out" trade/events by using a controlled confirmations process and auditable exercise management tool

Customer types

- Asset managers
- Executing brokers
- Hedge funds
- Prime brokers

More information

For more information on the products and services from Markit, please contact us at sales@markit.com or call one of our regional offices:

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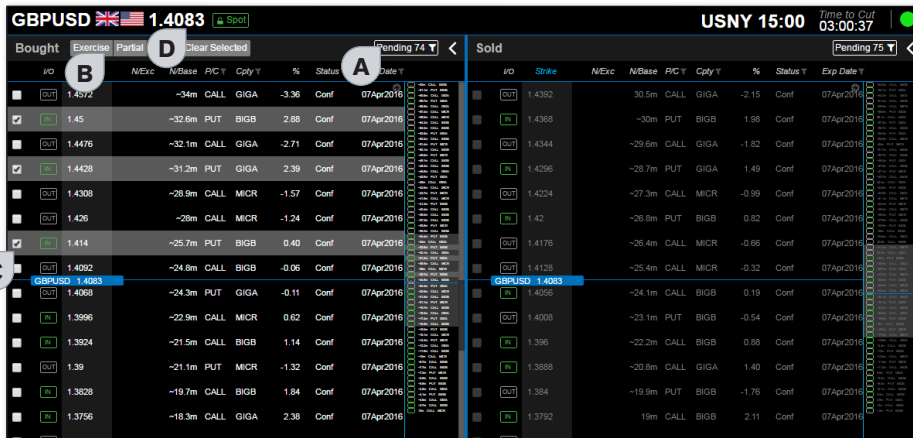
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Dashboard



- A** Today's pending and actioned totals
- B** Today's bought and sold totals
- C** Today's confirmed and unconfirmed Options
- D** Toggle between today's expiring options and all active American options
- E** Upcoming cut time selection
- F** All currency pairs with options expiring today. Click on a currency pair to bring up the exercise management GUI
- G** Click to expand view to all options details

Exercise screen



- A** Filters
- B** Actions
- C** Option selection
- D** Spot – can be locked to perform actions in bulk