



Post-trade made easy

Euroclear for banks and broker-dealers

Post-trade made easy

A **safe, secure** and **trusted** partner

With Euroclear, you can be sure that you have chosen a **robust, resilient and financially secure partner**

- **Over 20 years of unblemished track-record of reliability in collateral management**
- **Rated AA+ by Fitch Ratings and AA by Standard & Poor's**
- **Over EUR 1 trillion of collateral mobilised daily**

Providing **increased efficiency** in a new post-trade world

Euroclear equips you with the tools you need to maximise your post-trade efficiency in the new regulatory environment.

By connecting the industry globally, we provide access to the world's largest pool of collateral, allowing you to optimise intra-day liquidity and mobilise assets without compromising security.

New regulations are shaking up the post-trade landscape. They're not only creating challenges for banks and broker-dealers but also opportunities for greater efficiency. In order to adapt to the new environment, you need to optimise liquidity and maximise the fluidity of collateral – or risk suffering competitive disadvantage.

Reforms like Basel III (Liquidity Coverage Ratio, Net Stable Funding Ratio, intraday liquidity reporting, Risk Weighted Assets...), Dodd-Frank and European Market Infrastructure Regulation (EMIR) are driving up demand for collateral, and especially high-quality collateral. Although the pool of the Organisation for Economic Co-operation and Development (OECD) AAA and AA-rated sovereign debt of USD 33 trillion¹ should be sufficient to meet demand, firms will have to identify, source, borrow and mobilise far more collateral than they did in the past, far more quickly.

At the same time, T2S is creating opportunities to optimise liquidity management in Europe. Firms are being provided with new means to pool cash and collateral, thereby reducing the cost of financing.

So how can banks and broker-dealers bridge international barriers to access liquidity? How can you access and control your inventories globally? How can you access central banks and clearing facilities? And how can you transform assets on demand to match OTC collateral requirements?

At Euroclear we've built the affordable answers to these questions. Our platform optimises liquidity, amplifies asset mobility, manages risk and improves transparency. In this way, you can meet your margin call requirements, protect your competitiveness and minimise your cost of funding.

¹ IMF Global Financial Stability Review 2012.

Tools **to enhance** fluidity and liquidity

Our range of solutions is affordable, scalable and secure. They equip you to rise to the challenges of a new era, when collateral is the new cash and settlement efficiency paramount. They include, not only traditional solutions such as triparty repo and equity finance, but also forward-looking solutions that provide access to fresh liquidity from central banks.

Our collateral management solutions help maximise your efficiency and optimise liquidity. You can mobilise all your collateral, increase its velocity and gain improved access to intraday credit.

OTC Derivatives

Euroclear's modular OTC derivatives margining offering lets you design a solution to fit your precise needs. What is more, our solution is already proven in the market and it meets mandatory collateral segregation and control

requirements on both a bilateral and triparty basis. Our approach, based on processes tried and tested in the securities financing world, leverages our wider network and capabilities to provide unprecedented access to collateral globally.

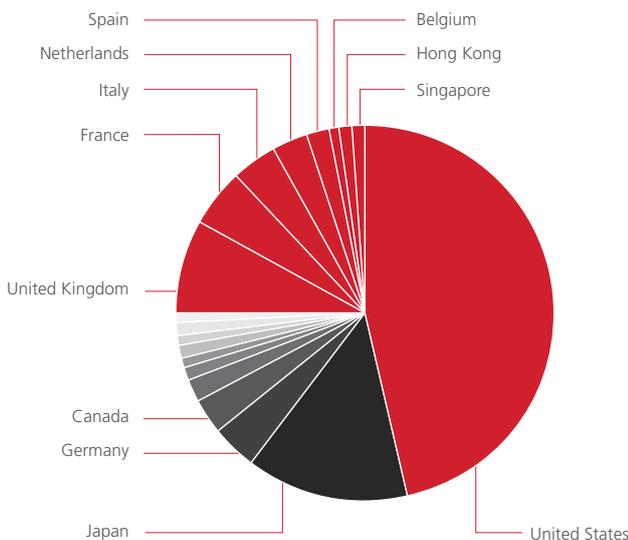
Open Inventory Sourcing

Through Open Inventory Sourcing (OIS), you can collateralise assets from a range of domestic markets whether they're held at Euroclear Bank

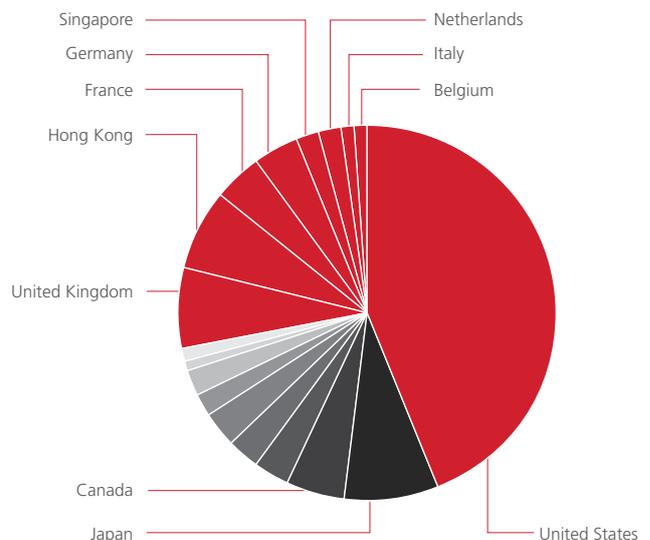
or elsewhere. You can mobilise securities as collateral for triparty repo, while keeping your existing domestic agent-bank relationships for holding, settling and servicing your domestic assets. Open Inventory Sourcing is available for equities and fixed income across the United States, seven European and two Asian markets.

Open Inventory Sourcing automation of collateral markets 2016

Debt markets by total size



Equity markets by total size



• OIS markets 2016

A safe, secure and trusted partner

GCAccess

Gain access to the world's largest pool of high-quality lendable assets. Through General Collateral (GC) Access, you borrow high-quality securities to meet your regulatory needs. You can borrow (or lend) on an anonymous basis in an extremely safe environment, with a Euroclear Bank guarantee. Furthermore, Euroclear shoulders the full burden of collateral management administration.

Correspondent Central Banking Model

Using triparty repo is the easiest way to access Eurosystem central bank liquidity. Our Correspondent Central-Banking Model (CCBM) selects collateral according to your rules. Substitution of collateral is fully automatic should you need it. We provide daily mark-to-market for up-to-date collateral valuations and automatically generate any margin calls.

RepoAccess

Improve your access to the growing pool of corporate liquidity. Leveraging a variation of the Global Repo Master Agreement standard, we're making life easier for the community of corporates who want to start using triparty repo.

Securities lending & borrowing

Our securities lending & borrowing programme, including triparty securities lending, is tried and tested. By choosing to make all, or part, of your securities inventory available via the lending pool, you can benefit from efficient and secure lending revenues. By becoming an automatic borrower, you can avoid settlement fails and counterparty claims.

Equity finance

Maximise the use of your equities as collateral with our enhanced equities capability. Tailor this flexible triparty service to your requirements. Choose from a wide range of indices. Customise eligibility profiles to create a collateral profile in line with your risk appetite. Operate across equities, ETFs, convertibles and depositary receipts.

Euroclear is an operationally robust, resilient and financially secure partner. Our clients trust us to mobilise more than EUR 1 trillion daily. We've built a record of reliability in collateral management over more than 20 years, and are rated AA+ by Fitch Ratings and AA by Standard & Poor's.

You can rely on us to invest continually for the long term, anticipating how changing regulations, technology and globalisation will affect your needs many years into the future. In this way, we give you tools to adapt to new challenges and opportunities. Industry owned and governed, we're always improving the ways our infrastructure serves the market.

More than 100 central banks and supranational agencies, leading sell-side and buy-side firms, as well as other industry infrastructures and a growing number of corporates, turn to us for post-trade services. Our open architecture, enhanced settlement efficiency, global pool of collateral and scalable technology provide the platform you need in order to operate in the post-trade world's new era.



Making the most of your collateral

Our Collateral Highway platform improves your access to collateral. Robust and scalable, it's the first open market infrastructure that equips you to source and mobilise collateral across borders and time zones. No matter where your collateral is held, you can break down regional silos and transform asset classes.

Arrivals

BUNDS

ON TIME

GILTS

ON TIME

JGBS

ON TIME

EQUITIES

ON TIME

We help you:

- make sure the right assets are in the right place
- avoid margin squeezes
- focus on funding requirements
- gain certainty and security over collateral agreements

In particular, you gain the following three benefits.

Optimise your collateral assets

Optimise and mobilise assets as required to quickly meet your business needs. Our infrastructure allows you to coordinate your inventories, regardless of region or time zone.

Connect your collateral globally

Leverage our global, multi-asset solution to connect multiple entry and exit points across time zones and locations. Our GlobalCollateral joint venture with the DTCC gives you access to the largest global pool of collateral. With its open architecture, you can access your collateral no matter where it's held.

Maximise your competitiveness

By relieving you of the operational burden, we allow you to focus on the really important issues – ensuring your business remains relevant and competitive.

More than 200 major investment institutions rely on Euroclear to handle the day-to-day operational burden of securing their exposures.

Contact details

Discover the value of working with Euroclear
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