



# GlobalCollateral

## Collateral Management Service

### Discover the potential of automated, intra-day collateral management

The cornerstone of an effective collateral management strategy is the ability to both optimise collateral selection across a firm's entire book of business and to then deliver the selected securities to each exposure in real time.

Until now, these ambitious goals have been out of reach in the United States.

The Collateral Management Service (CMS) changes this.

The CMS takes a proven and robust triparty solution – successfully used in Europe for over two decades – and brings that automated and realtime collateral management platform to the US market.

For the first time in the US, firms can take advantage of an automated solution that delivers unparalleled flexibility and choice in deciding how and when to cover exposures in real-time.

#### With the CMS you can:

- Cover exposures from any and all of your business lines including OTC derivatives, repo, stock loan and CCP margining
- Perform real-time initiation, allocation and substitution of collateral
- Synchronise your cash and financing activity intraday
- Settle collateral transactions from 10.30pm EST on S-1 to 2.25pm EST on S
- Move away from an end-of-day batch allocation mechanism and into a real-time collateral management system
- Hold your and settle your collateral directly, or via settlement agent in DTC or any of the other connected settlement venues
- Benefit from comprehensive and detailed reporting

“As a dealer, I’m looking for a new service that fulfills my regulatory needs for initial margin. Can the CMS help?”

Yes! The combination of GlobalCollateral CMS and DTC Swap Margin Segregation Rule (Rule 36) offers an innovative solution for you to meet initial margin regulatory requirements safely and efficiently.

“I currently deliver cash as margin because I don’t have a way to efficiently pledge my securities. How can the CMS help me?”

CMS can be a new collateral channel to a CCP through which you can fully automate allocation and settlement of securities collateral to the CCP.

“Today collateral is managed on the basis of convenient to deliver, I want to manage on the basis of cheapest to deliver. What can CMS do to help me?”

CMS automatically allocates - and substitutes collateral based on strict criteria - that you decide in advance - allowing you to reap the resulting cost, operational, risk and balance sheet benefits.

“Today I’m not able to synchronise my securities cash trading and financing activities intra-day. Can the CMS help me with that?”

Yes! Only CMS can synchronise your securities cash trading and financing activities any time during the day in DTC, so you can maximise credit efficiency and decrease your overall cost of financing.

“To collateralise my securities loan, I’m used to pledging my assets on a manual, line-by-line basis. How will it be different with CMS?”

CMS is the only service that operates an automated triparty-like solution on an intra-day basis in DTC. Now you can benefit from automated pledging of assets in real-time, leaving you more room to manage the underlying loan in a risk-controlled way.

### Contact us for more information on IMS and GlobalCollateral services:

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