

MTS Global Collateral Management

A new venue for D2C Repo trading

- ▶ New service streamlines dealer and client trade flows via RFQ trading protocol
- ▶ Full client audit trail for proof of best execution
- ▶ Integrated with current trading software and ISVs for STP connectivity
- ▶ LCH Ltd signs as first buy-side trading client



MTS REPO
20
YEARS OF
INNOVATION

MTS, one of Europe's premier fixed income trading venues, has launched its new dealer-to-client (D2C) Global Collateral Management (GCM) segment for the repo market on MTS BondVision UK, and is pleased to announce the signing of LCH Ltd, a leading global clearing house as its first buy-side client.

MTS has a presence on the dealing desks of over 100 sell-side institutions and over 400 buy-side institutions. This makes it ideally placed to help buy-side clients seeking access to balance sheet in an environment of reduced collateral availability and increased regulatory burden. The unique dealer axe pages will help highlight dealer inventory, linking to interdealer quotes to ensure axe integrity.

Having identified a clear demand for a flexible collateral management system, MTS will offer an RFCQ trading mechanism alongside a trade registration facility, both of which offer the opportunity to register trades into LCH's new Sponsored Clearing initiative.

Dealers and clients will benefit from a variety of new features, including:

- ▶ **RFCQ efficiencies through automation:** clients can send single line or "list" RFCQs to their dealers, with an import function to allow easy upload of bond portfolios
- ▶ **Straight through processing:** dealers benefit from existing STP efficiencies, with trades co-mingled in their current blotter, whilst clients benefit from a full audit trail for proof of best execution
- ▶ **Flexible tri-party baskets:** MTS will list participants' bespoke tri-party baskets, with visibility restricted to approved dealer-client combinations
- ▶ **Full control of streaming of indicative quotes for dealers:** dealers can stream axes, linked to their interdealer market quotes, to their configured clients on a proposal by proposal basis, directing inquiries to relevant pools of liquidity and leading to improved access to funding and pricing
- ▶ **Highly granular credit line matrix:** full control over trading counterparties with credit lines configurable by counterparty and instrument class with max tenor limits for each line and haircut capabilities

MTS Repo

- ▶ 100+ Sell side participants
- ▶ CLOB
- ▶ RFQ
- ▶ Trade Registration
- ▶ CCP & Bilateral

MTS GCM

- ▶ RFQ (outright + list)
- ▶ Trade Registration
- ▶ Sponsored Clearing
- ▶ Bilateral

MTS BondVision

- ▶ 400+ Buy side participants
- ▶ RFQ (outright + list)
- ▶ Bilateral



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