

LCH

ForexClear

A global leader – quarterly

LCH ForexClear is LCH's foreign exchange clearing solution for deliverable and non-deliverable over-the-counter (OTC) FX products. As a leading provider of OTC FX clearing services, ForexClear works closely with market participants to develop innovative solutions that meet the growing global demand for OTC FX clearing – delivering capital, margin and operational efficiencies and enhanced risk management.

ForexClear at a glance

RECORD QUARTERLY VOLUMES AND PRODUCT OFFERING

US\$14bn

FX options average daily volume (ADV) in Q1 2024, up **99%** vs Q1 2023

US\$4bn

Client non-deliverable forward (NDF) ADV in Q1 2024, up **39%** vs Q1 2023

US\$115bn

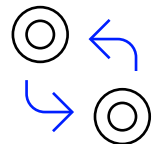
NDF ADV in Q1 2024, up **30%** vs Q1 2023

25

NDF currency pairs (**15** emerging market and **10** G10 pairs)

8

Deliverable currency pairs clearing in spot, forwards and vanilla options



Key benefits

ForexClear is supported by global regulatory encouragement to clear OTC FX derivatives and delivers the following benefits to participants:

01.

Margin reductions

- Potential for lower margin requirements vs bilateral margin
- Removes reliance on uncleared margin models

02.

Capital optimisation

- SA-CCR reduction through multilateral netting and STM benefits
- Improved leverage ratio impact

03.

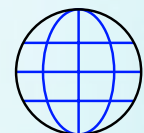
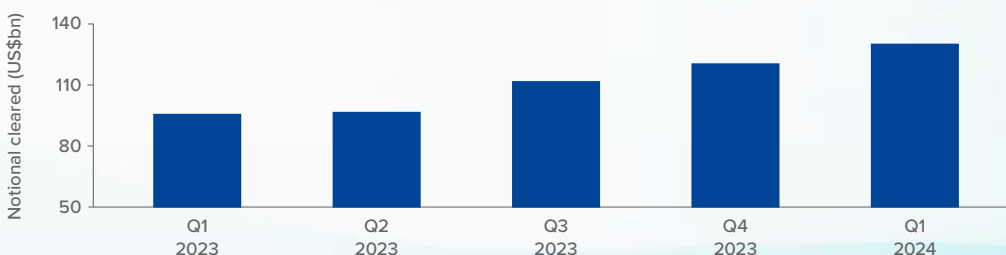
Operational efficiencies

- Single margin model
- Tailor-made initial and variation margin prices
- Credit intermediation benefits

ForexClear service volumes

Driven by strong participation in cleared deliverable and non-deliverables volumes, the service cleared US\$8trn in total notional in Q1 2024.

TOTAL SERVICE VOLUME (ADV)



US\$131bn

Total service ADV in Q1 2024, up **36%** vs Q1 2023



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Deliverable FX options clearing¹

ForexClear recorded **five consecutive record quarters** in FX Option notional cleared, with a record **US\$909bn** in Q1 2024, up **99%** vs Q1 2023. ADV reached a new record of **US\$14bn** in Q1 2024.

FX OPTIONS ADV



¹The FX deliverable service is currently only available to clearing members

Non-deliverable FX client clearing

Q1 2024 was the **ninth consecutive record quarter** for client NDF notional cleared since 2022, with **US\$226bn** notional cleared in Q1 2024, up **36%** vs Q1 2023. Client NDF clearing ADV reached a new record of **US\$4bn** in Q1 2024.

CLIENT CLEARING ADV



ForexClear products live in 2023

FX Smart Clearing

ForexClear has developed a selective deliverable FX forwards and FX swaps clearing process to help maximise capital benefits, without impacting initial margin.

Find out more: [Smart Clearing factsheet](#)

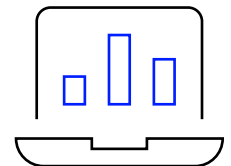
NDF Matching

ForexClear partnered with LSEG FX on **NDF Matching**, which is a new platform allowing straight to clearing from execution, to make the journey to clearing more streamlined and efficient.

Find out more: [NDF Matching](#)

Future delivery aims*

- Deliverable forwards and vanilla FX options for clients
- New currency pairs with all CLS eligible currencies
- Clearing of CNH



*Subject to Regulatory approval

To learn more about the current suite of clearable products that ForexClear offers, visit: [forexclear/what we clear](https://forexclear.com/what-we-clear)

Sign up for the latest news and insights from forexclearsolutions.lseg.com/regular-clearingvolumes-update



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