

# RepoClear

Delivering Market Choice

**LCH** The Markets' Partner

**RepoClear**

RepoClear has partnered with the market since 1999 to deliver innovative cash bond and repo trade clearing services – enabling members to achieve significant capital and operational efficiencies. As a multi-location service offering a variety of settlement venues, RepoClear delivers access to deep liquidity and expanding netting pools.

## THE CLEAR LEADER

RepoClear has been building trust by listening to and anticipating the needs of the market for over two decades. In 2020, RepoClear continued to demonstrate operational resilience and continuity of service to its members and clients, who drove strong volumes throughout the year. LCH also expanded its membership base, welcoming new members from jurisdictions including Canada and Luxembourg, and its first Supranational clearing member.

**>€113 trn**

nominal cleared in H1 2021

**>€4.4 trn**

open outstanding peak for total gross outstanding in H1 2021

**10**

new members in H1 2021, including 6 new sponsored members

**EUR Debt Sponsored Clearing** to go live in H2 2021



**100+**

membership continues to grow



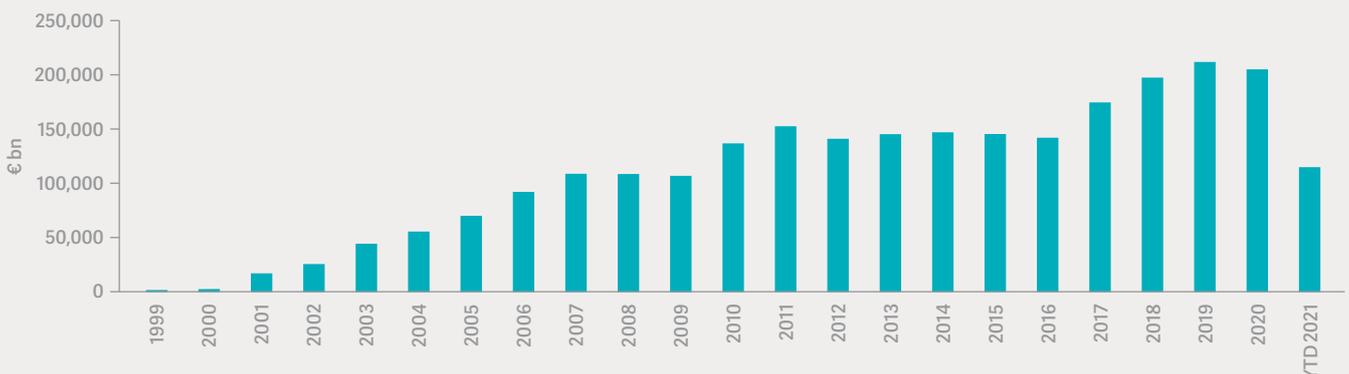
**14**

government bond markets

## TWO DECADES OF GROWTH

Following the consolidation of 13 Euro-denominated government debt markets in 2019, RepoClear users have benefited from increased clearing opportunities. In 2020, LCH's risk management framework proved its resilience and robustness during the COVID-19 crisis.

Yearly Nominal Value (1999–2021)



## KEY BENEFITS OF CLEARING WITH REPOCLEAR

- 01. Minimise your counterparty risk exposure.** LCH will act as guarantor in the event of a counterparty default.
- 02. Enhance your access to market liquidity.** Open access enables trade execution via central limit order books, request for quote or bilateral novation.
- 03. Increase your offsets.** An expanding multilateral netting pool creates opportunities for capital efficiencies.
- 04. Reduce your regulatory capital burden.** Trades cleared centrally have a lower risk weighting.
- 05. Streamline your operations.** Clearing through a CCP reduces operational risk.
- 06. Expand your settlement options.** Clearing members choose where to settle trades.

## ENHANCED NETTING

For 20 years, RepoClear has harnessed unparalleled depth of clearing liquidity to deliver capital and operational efficiencies through netting. Multilateral netting can deliver enhanced balance sheet, settlement and risk offset to members across multiple government bond markets, as the service expands clearing and netting of cash repo products across Europe.

## SPONSORED CLEARING

RepoClear's Sponsored Clearing service extends the benefits of CCP membership to the buy-side. This increases the netting benefits available – freeing up capacity and offering the opportunity to broaden liquidity for all participants.



## OPEN ACCESS

RepoClear accepts trades from a variety of sources, including electronic platforms and ETCMS (for voice-brokered and bilateral trades).

## WHAT WE CLEAR

RepoClear offers clearing of specific ISIN repo and cash bond traders in 14 different sovereign issuers, as well as agency, supranational and government-backed issuers through LCH Ltd and LCH SA. General collateral clearing services for Gilts and ECB-eligible collateral are also available.

<b>Specific ISIN LCH SA</b>	Austria, Belgium, Finland, France, Germany, Ireland, Italy, Netherlands, Portugal, Slovakia, Slovenia, Spain and Supranational
<b>Specific ISIN LCH Ltd</b>	United Kingdom
<b>Sterling GC LCH Ltd</b>	Term £GC
<b>€GCPlus LCH SA</b>	Basket 1: LCR Equivalent Basket 2: ECB Restricted

Contracts Cleared	Specific ISIN (Ltd)	Specific ISIN (SA)	Term £GC	€GCPlus
<b>Max Term (days)</b>	374	No Limit	374	730
<b>Max Forward Start (days)</b>	374	No Limit	374	30
<b>Repo Type</b>	Classic	Classic/ BSB	GC	GC
<b>Cash Trades Allowed</b>	Yes	Yes	No	No
<b>Repo Rate</b>	Fixed	Fixed/ Floating	Fixed	Fixed

## CONTACT US

**Email** [repoclearmembershipsales@lch.com](mailto:repoclearmembershipsales@lch.com) **Phone** +44 (0) 20 3197 4516 **Website** [lch.com/services/repoclear](http://lch.com/services/repoclear)

DISCLAIMER This document has been provided to you for informational purposes only and is intended as an overview of certain aspects of, or proposed changes to, services provided by LCH Limited ("LCH"). This document does not, and does not purport to, contain a detailed description of any aspect of an LCH service or any other matter set out in this document, and it has not been prepared for any specific person. This document does not, and does not seek to, constitute advice of any nature. You may not rely upon the contents of this document under any circumstance and should seek your own independent legal, investment, tax and other advice. The information contained in this document does not constitute a recommendation or offer with respect to any derivative contract, financial instrument, security or service. LCH makes no representation, warranty or guarantee (express or implied) that the contents of this document are accurate, complete or up-to-date, and LCH makes no commitment to offer any particular product or service. LCH shall have no liability for any losses, claims, demands, actions, proceedings, damages, costs or expenses arising out of, or in any way connected with, the information contained in this document, except that LCH accepts liability for personal injury or death caused by its negligence, for its fraud or wilful misrepresentation, and for any other liability which cannot be excluded by applicable law. LCH Limited is supervised by the Bank of England within the UK regulatory framework, registered as a derivatives clearing organisation with the U.S. Commodity Futures Trading Commission ("CFTC") and recognised as a third-country CCP under Regulation (EU) No. 648/2012 of the European Parliament and of the Council of 4 July 2012 on OTC derivatives, central counterparties and trade repositories ("EMIR"). LCH SA is regulated and supervised in France by the Autorité des Marchés Financiers, the Autorité de Contrôle Prudentiel et de Résolution and the Banque de France, authorised as an E.U. CCP under EMIR, registered as a derivatives clearing organisation with the CFTC and as a clearing agency with the U.S. Securities and Exchange Commission. LCH Limited and LCH SA also hold licenses in other jurisdictions in which they offer their services. More information is available at [www.lch.com](http://www.lch.com). Copyright © LCH Limited 2021. All rights reserved. The information contained in this document is confidential. By reading this document, each recipient agrees to treat it in a confidential manner and will not, directly or indirectly, disclose or permit the disclosure of any information in this document to any other person (other than its regulators or professional advisers who have been informed of the confidential nature of the information) without the prior written consent of LCH.