

## ForexClear

### A global leader – quarterly

LCH ForexClear is our 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\$18bn

FX options average daily volume (ADV) in Q2 2024, up **107%** vs Q2 2023

### US\$4bn

Client NDF ADV in Q2 2024, up **60%** vs Q2 2023

### US\$118bn

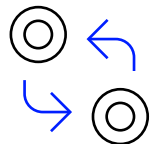
NDF ADV in Q2 2024, up **36%** vs Q2 2023

### 25

Non-deliverable forward (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.

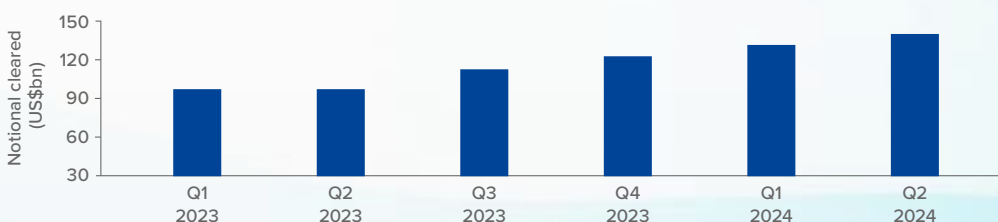
##### Operational efficiencies

- 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\$9trn in total notional in Q2 2024. Two new members onboarded in June and early July 2024. ForexClear has onboarded four new members in the past 12 months.

##### TOTAL SERVICE VOLUME (ADV)



### US\$139bn

Total service ADV in Q2 2024, up **44%** vs Q2 2023



## Deliverable FX options clearing<sup>1</sup>

ForexClear has seen **six consecutive record quarters** in FX options notional cleared, with a record **US\$1.2trn** in Q2 2024, up 107% vs Q2 2023. ADV reached a new record of **US\$22bn** in June 2024, with a record day on 27 June 2024 with US\$48bn notional received.

### FX OPTIONS ADV



<sup>1</sup>The FX deliverable service is currently only available to clearing members

## Non-deliverable FX client clearing

Q2 2024 was the **eleventh consecutive record quarter** for client NDF notional cleared since Q4 2021, with **US\$267bn** notional cleared in Q2 2024, up **60%** vs Q2 2023. Client NDF clearing ADV reached a new record of **US\$5bn** in June 2024.

### CLIENT CLEARING ADV



## ForexClear products live in 2023

### FX Smart Clearing

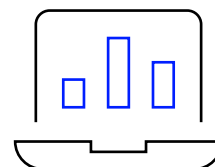
ForexClear has developed a selective deliverable FX forwards and FX swaps clearing process to help maximise capital benefits, without impacting initial margin. Find out more: [FX Smart Clearing factsheet](#)

### 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<sup>2</sup>

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



<sup>2</sup>Subject to Regulatory approval

Find out more about what [ForexClear clears](#), our [current members](#) and [ForexClear volumes](#) here. Sign up for the latest news and insights [here](#).



**LSEG** POST  
TRADE

Contact us

Email [lchsales@lseg.com](mailto:lchsales@lseg.com)

Website [lch.com/services/forexclear](https://lch.com/services/forexclear)

## 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, the SwapClear, Listed Interest Rates, SwapAgent and/or any other service provided by LCH Group Holdings Limited ("LCH Group") or any of its group undertakings (group undertakings shall be construed in accordance with section 1161 of the Companies Act 2006; each an "LCH Group Company").

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 S.A. 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 S.A. also hold licenses or authorisations in other jurisdictions in which they offer their services. More information is available at [www.lch.com](https://www.lch.com).

The relationship of an LCH Group Company with its members is governed solely by its rulebook and certain other ancillary documentation, as applicable. This document does not, and does not purport to, contain a detailed description of any aspect of a service provided by an LCH Group Company or any other topics discussed 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 and any opinion contained in this document does not constitute a recommendation or offer with respect to any derivative contract, financial instrument, security or service. No LCH Group Company makes any representation, warranty, condition or guarantee (whether express or implied) that the contents of this document are accurate, complete or up-to-date, and makes no commitment to offer any particular product or service. No LCH Group Company shall have any 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 each LCH Group Company accepts liability that cannot be excluded by applicable law.

Copyright © LCH Limited 2024. All rights reserved. Copyright © LCH S.A. 2024. All rights reserved. LCH SwapClear, LCH CDSClear, LCH ForexClear, LCH RepoClear, LCH EquityClear, LCH SwapAgent and eGCPlus are registered trademarks of LCH.