Leading the Way in USD Swaps Clearing
Supporting Rates Markets Globally

LCH continues to be the CCP of choice for delivering access to global liquidity. Our US client base forms an important part of our global service and contributes to LCH SwapClear’s unparalleled, deep pools of interest rate swap liquidity.

In 2021, more clients cleared USD than ever before, and USD continues to be the largest currency by clearing volume at SwapClear. Whether a client trades only USD or has a global multi-currency portfolio, LCH caters for all OTC clearing needs.

KEY BENEFITS
01. Access deep IRS liquidity in USD and 26 other currencies
02. Manage a smooth transition from USD LIBOR
03. Increase stability and predictability with proven risk management and robust, reliable margin models
04. Achieve margin, capital, and operational efficiencies

TRUSTED PARTNER FOR USD CLEARING

96%* share of the total USD notional cleared in Q3 2021

730% year-on-year growth in SOFR notional registered at SwapClear

46% USD share of SwapClear’s total notional registered in 2021

74% of SwapClear’s active clients in 2021 clear USD swaps

USD trade count remains strong and growing year-on-year. Every quarter in 2021 has outperformed its equivalent quarter in 2020.

DEEPLY LIQUID AND DIVERSE MARKETS

Liquidity Along the USD Curve
LCH connects customers to a truly global pool of liquidity, delivering unrivalled execution depth along the USD curve.

In 2021, SwapClear saw an increase in risk from USD swaps, as the large notional, short end flow of Q1 2020 was switched out in favour of longer dated activity.
USD CLEARING – SPOTLIGHT ON SOFR

SOFR – Volumes
LCH was the first clearing house to offer clearing of USD IRS referencing SOFR, and volumes have continued to gain momentum since launch.

In 2021, \$16.8 trn SOFR notional has been registered, an increase of \textbf{730\% year-on-year}, with SOFR notional accounting for \textbf{11\%} of the total USD notional registered in September 2021.

![SOFR Total Notional and SOFR Trades graph](chart.png)

SOFR – Client Participation
\textbf{Over 90\%} of the total SOFR notional registered for clearing is done through SwapClear. Access to SwapClear’s deep liquidity pool, supported by our global client base, is driving consistent growth in client participation, with approximately three times more clients clearing SOFR swaps on a monthly basis.

Active Clients Monthly vs 2020 FY Average

![Active Clients graph](chart.png)

*Share of USD cleared notional according to Clarus FT: [https://www.clarusft.com/cleared-swap-volumes-and-share-3q-2021/](https://www.clarusft.com/cleared-swap-volumes-and-share-3q-2021/)

CONTACT US

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