

# EQUILEND EXPOSURE



Increased regulatory reform, combined with the requirement for financial institutions to manage collateral in a much more cost-effective manner, has meant that transparency and optimization of collateral usage is imperative. EquiLend Exposure is uniquely designed not only to help clients maximize their collateral but also streamline and enhance the underlying borrow/loan settlement process to provide the following:

- » Pending and actual, real-time exposure risk valuations with counterparts
- » Up-to-date transparency on inventory with options to better utilize these positions
- » Link collateral processing directly to borrows/loans to greatly improve settlement rates and reduce latency
- » Control and governance to ensure that the collateral transactions are executed exactly how clients would expect

EquiLend Exposure will be rolled out in three pillars, with iterative releases throughout the year:



## EXPOSURE MANAGEMENT

- » Exposure management dashboard, providing an instant view of exposure risk with counterparts
- » Automatic connectivity to all tri-party agents, providing straight-through processing (STP)
- » Calculate actual and forecasted exposure numbers split by counterpart and collateral type
- » Absorb counterparts' equivalent data and provide real-time reconciliation
- » Direct, real-time linkage into Unified Comparison to enable instant resolution of discrepancies
- » Automatic connectivity to collateral modules, including Mark to Market and RQV (Tri-Party Connectivity) screens
- » Ability to prioritize collateral requirements—for example, independent pre-pay calculations and agreement
- » Real-time receipt of collateral allocations from tri-party agents
- » All up-to-date data absorbed and displayed on easy-to-view screen

**All data will be leveraged from your OneFile submission. Pillar 1 will be released on March 9, 2019.**

## COLLATERAL MANAGEMENT

- » Digitization of collateral schedules, creating a centralized, transparent repository
- » Attesting the collateral pledged against the collateral schedules
- » Independent pricing of collateral pledged
- » Detailed MIS reporting, offering the ability to monitor counterpart performance as well as provide clearer transparency on the costs involved in process management

## INVENTORY MANAGEMENT

- » AI inventory optimization across tri-party agents
- » Real-time dashboard of inventory positions
- » Greater STP on connecting collateral movements and reducing settlement latency, including loan release and return processing

## WHO WE ARE

EquiLend is a leading provider of trading, post-trade, market data and clearing services for the securities finance industry with offices in New York, Boston, London, Dublin, Hong Kong and Toronto. EquiLend is owned by BlackRock, Credit Suisse, Goldman Sachs, JP Morgan, JP Morgan Chase, Bank of America Merrill Lynch, Morgan Stanley, Northern Trust, State Street and UBS.

NEW YORK  
+1 212 901 2200

BOSTON  
+1 857 800 9551

TORONTO  
+1 416 865 3395

LONDON  
+44 207 426 4426

DUBLIN  
+353 1 653 2122

HONG KONG  
+852 3101 7070

# EQUILEND EXPOSURE ROADMAP 2018 - 2019: TIMELINES

