



*Connectivity,  
standards and  
messaging services  
for all your collateral  
management  
transactions*

### Benefits

- Minimise risk
- Reduce costs
- Maximise asset management
- Enhance operational efficiency
- Achieve scalability

## Collateral Management

*Supporting STP and risk reduction for your collateral management activities*

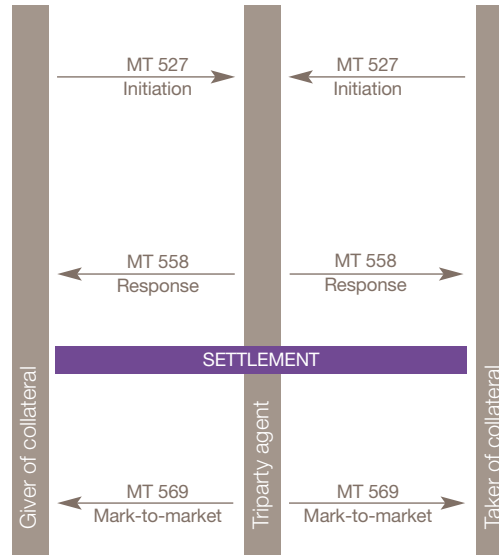
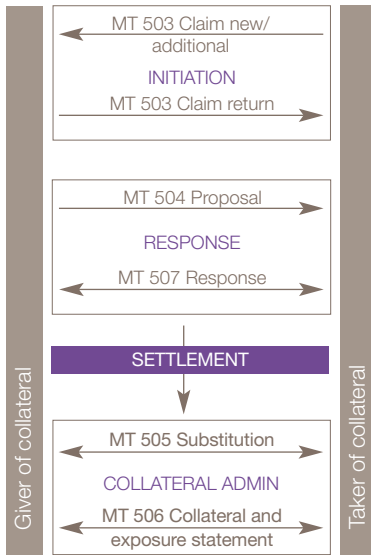
Whether you are the exposed party, a triparty agent or a supplier of collateral, SWIFT's Collateral Management solution provides the connectivity, standards and messaging services for all your collateral management transactions.

The case for conducting business on an increasingly collateralised basis is growing stronger and more compelling with the globalisation of financial activities. While the risk reduction potential is undisputed, the challenge for players is how to manage efficiency-cost ratios for the business.

Enhancing straight-through processing through greater use of automation and common standards is key to addressing this industry challenge.

### Benefits

- Reduce cost and risks  
Eliminate manual processing and volume sensitivity by automating the margin calls, substitutions, settlement and mark-to-market of your collateralised transactions.
- Maximise asset management  
Whether you are ensuring a centralised desk or operate in product lines, SWIFT's messages provide you with global coverage of markets and instruments.
- Enhance operational efficiency  
Based on the ISO 15022 securities standards, SWIFT's collateral messages enable smooth and quick integration of your collateral management, settlement and custody departments.
- Achieve scalability  
Remove the burden of developing and maintaining proprietary solutions for each counterparty. SWIFT's open and scalable messaging platform can be deployed easily to support single or multiple counterparties.



⬆ Bilateral collateral messages

⬆ Triparty collateral messages

**SWIFT's Collateral Management solution caters for:**

- All parties (collateral giver, collateral taker and agents)
- All trade-generated exposures (eg, OTC derivatives)
- All financing transactions (eg, RTG system, securities lending, repos)
- All types of collateral (cash, securities and bank guarantees)
- All major instruments and markets

**Connect to your counterparties**

With connectivity to more than 8,300 institutions, including the majority of players active in the collateral arena, SWIFT provides a single window to connect with your counterparty, either directly or via a triparty agent, using the same messaging standard.

**Share a common language**

Improve the efficiency of your collateral management transactions in a standardised way. Based on the ISO

15022 securities standard, SWIFT's messages have been customised to cover the main transaction flows for collateral management, including:

- Requests for collateral, return and/or substitution of collateral
- Proposals and responses to proposals for collateral
- Mark-to-market reporting for both the collateral and the underlying exposure

**Secure and reliable messaging platform**

SWIFT provides you with access to a fast, highly secure and reliable network. SWIFT sets the performance benchmark for the financial telecommunications industry. At SWIFT, we guarantee the safe and timely delivery of validated messages, from the moment they enter to the moment they leave our network.

**Partners**

SWIFT's global partnering programme provides access to accredited vendors, consultants and specialist application providers. Our Partners can provide you with SWIFT-compatible software, middleware or customised applications to support your use of our messaging services and achieve end-to-end automation across your institution.

**Training**

Knowing how best to use a product or service is key to achieving greater efficiency. SWIFT offers a range of classroom and on-site training and e-learning products, specifically tailored to meet your business needs. We can help you select the most suitable customer training to match your institution's profile and transaction activities.

*For more information, please contact your SWIFT account manager or visit [www.swift.com](http://www.swift.com)*