

Inflation Swap Clearing

LCH The Markets' Partner

SwapClear

EXPERIENCE THE SAVINGS

As the first CCP to introduce inflation swap clearing, LCH continues to innovate and expand its offering — leading the way to even greater efficiencies and capital optimisation. By providing significant margin offsets against cleared interest rate swaps, we're now the standard in inflation products for both the interbank and the buy-side markets.

The benefits of clearing inflation products are more compelling than ever, especially since the introduction of uncleared margin rules in September 2016.



By clearing this highly capital-intensive, long-dated product, you unlock potential opportunities for increased margin efficiencies and trade compression.



WHY CLEAR INFLATION SWAPS

01.

Clear with the market standard for inflation swaps

02.

Leverage SwapClear's proven risk framework, including the same margin and default management models

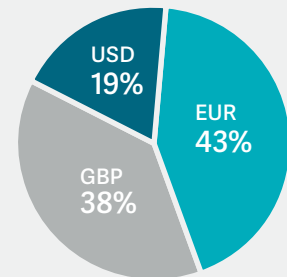
03.

Increase netting efficiencies

04.

Approximate margin obligations on your existing inflation and IRS trades using the award-winning SMART tool

Notional Cleared by Currency*



*As of February 2020

INDUSTRY LIQUIDITY

Over **190** buy-side participants are now live and clearing inflation swaps at LCH, ensuring access to the largest liquidity pool in the market.

51

members live



30

clearing brokers live

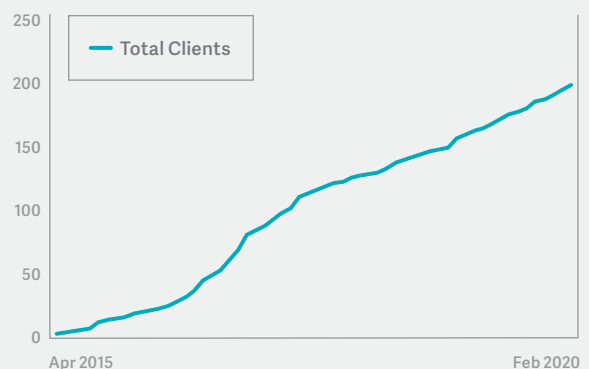


195

clients live



Buy-side Growth



PRODUCT RANGE

We continue to focus on delivering the right balance of risk and commercial considerations to members and their clients. That's why we're clearing the most liquid inflation products, ensuring the safest and most efficient experience for the market.

NOW LIVE

Blended Rate Compression

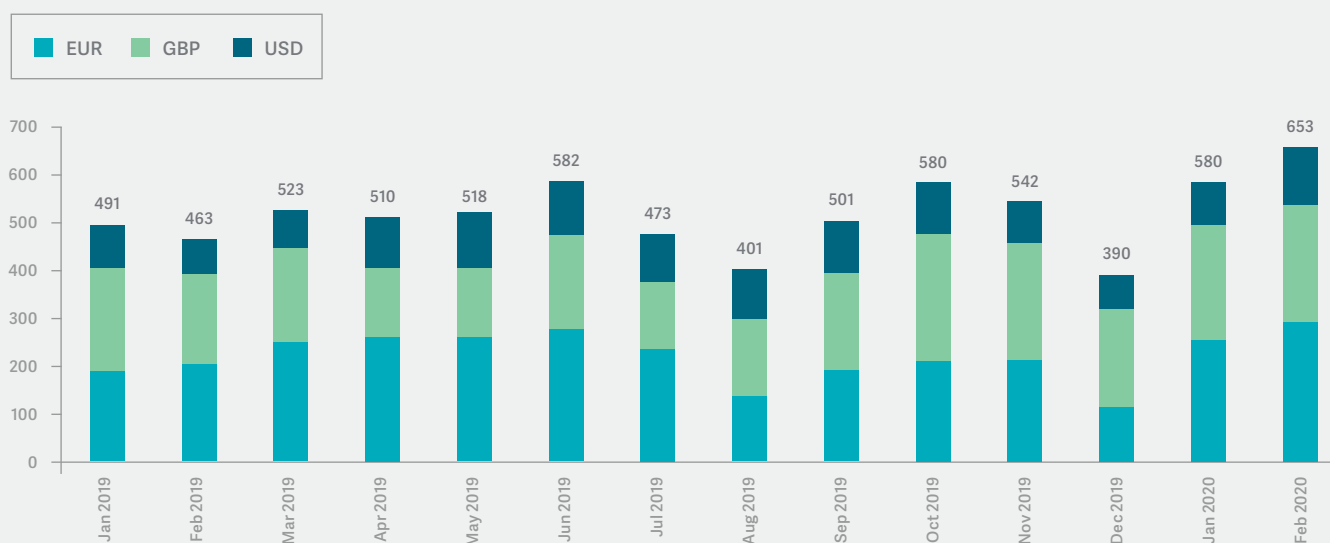
Blended rate compression for ZC Inflation Swaps allows participants to realise greater operational and capital efficiencies. Here's how it works: LCH enables institutions to compress any trade with different interest rates but the same remaining cash-flow dates, expanding the number of eligible trades and the opportunity for portfolio efficiency.

Standard Coupon Inflation Swaps

Clearing Standard Coupon Inflation Swaps allows you to balance your ZC Inflation Swap risk exposure at LCH and achieve margin efficiencies. Standard Coupon Inflation Swaps comprise an inflation-linked leg vs fixed leg, pay out regular coupons on both sides, and support the clearing of both Par/Par and Proceeds Asset Swap structures. Send us the ISIN of your underlying inflation-linked bond, and we will derive the coupon schedule for the inflation leg to match the coupon schedule of your bond.

Index	Maximum Tenor
EUR HICPxT	30 years
FRF CPIxT	30 years
GBP RPI	50 years
USD CPI	30 years

Inflation Cleared Notional (USD Billions)



FIND OUT MORE

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