

FM Contributions Monitoring Service

Assess. Protect. Profit.



Financial Machineries UK (FM) offers a unique opportunity for banks and brokers to take control of the information they publish to the market through data vendors or submissions to benchmark rates.

FM Contributions Monitoring Service (CMS) offers a range of benefits - these are opportunities which already exist but are little understood - we can help identify and exploit them. Such benefits have effects across various areas of the business, including:

- Regulatory compliance
- Risk reduction
- Cost reduction
- Commercial benefits
- Operational benefits

Operational Benefits

- Faster publishing of source OTC data to trading clients
- Prioritisation of the most relevant data to publish
- Cleansing of the administration for contributed data
- Control of the audience for contributed data

Make money from your data

There is a value to contributed data: clients benefit from seeing deal flow; intermediaries benefit from reselling data.

We bring a paradigm shift in how banks contribute prices and how to better leverage important rates into the data vending community.

We help identify which quality contributed data can be commercialised, as well as improving time to market of rates and pricing.

We highlight where inbound market data costs can be leveraged against the value of outbound data.

Reduce your risk

LIBOR, ISDA FX and other benchmark challenges have proven that there is insufficient governance around rate publishing by banks.

Where is your data? Who creates it? Who manages it? And more importantly, who can see it?

These questions have traditionally not been asked, but are becoming increasingly important. We have seen a number of fines from global regulators and data governance has a part to play in that.

We provide expertise to answer these questions and implement a robust and consistent methodology to help reduce reputational, operational and financial risks.

Reduce your cost

Aside from the billion dollar fines that regulators are levying on banks that are found to have manipulated rates, there are costs to managing data.

Trying to find out where all internal data sources are held will take time and cost money. We can provide a cost-effective and reliable way of identifying internal sources and their publication routes. We can report on lists of inhibited, restricted or permitted names to ensure data is only viewed by authorised people and not to competitors. We can help banks regain control over their data, to lower costs, reduce throttling, increase speed and aid risk management.

Contributors of rates to third party platforms find that they are paying to contribute their data and then paying again to see that same data displayed on that vendor's terminals. Are banks paying twice for their own data?

Speed is of the essence...

Publishing data to clients should be simple and swift. To get competitive pricing, banks need to advertise the best rates and get them out before their competitors. Legacy issues mean that unimportant data may be clogging the pipes, meaning that prices aren't getting out as quickly as they should. We can fix that.

.... and so is privacy

If you've never examined where your data goes, which vendors are using your rates in downstream market data products, can you really know if your competitors can't see it? Does it make sense to bundle interest rate swaps with commodities data and FX products? We can fix that too.

Get ahead of regulation

Since the LIBOR scandal broke, the world's financial regulators have found substantive weaknesses in OTC rate-fix publishing and have warned financiers to continue to expect a zero-tolerance approach to any attempts at price manipulation.

With FRTB hot on the heels of MiFID II and BCBS239 also affecting pre-trade contributed data, can you be sure that your house is in order?

When you're ready to take control of your contributions, we're waiting to hear from you!

**Tel: 07734 995687 and speak to Sheena Clark
sheena.clark@financial-machineries.co.uk**

Key benefits of Contributions Monitoring Service

- We provide a strategic review of what, how and where you publish OTC and derivatives contributed data.
- We create the opportunity for banks to take control of how contributed data is managed, distributed and published.
- We work with trading desks and market data teams to establish a clear overview of how a bank's contributed data (public and private) is published to all data vendors.
- We provide an experienced team of data analysts and technical contribution publishing experts.
- We track the administration and ownership of their contributed data and provide clients with clarity on their published data.
- We show which entities are entitled or inhibited from seeing published/contributed data that then allows implementation of controls or lifting of restrictions, where appropriate.
- We can help identify which quality market data that can be commercialised, both publicly and privately and where this can be sold.
- We provide a detailed report, outlining risks and recommendations.
- We can provide a managed service for the periodic refresh and for exception reporting of Inhibit & Restricted Lists for each data vendor.