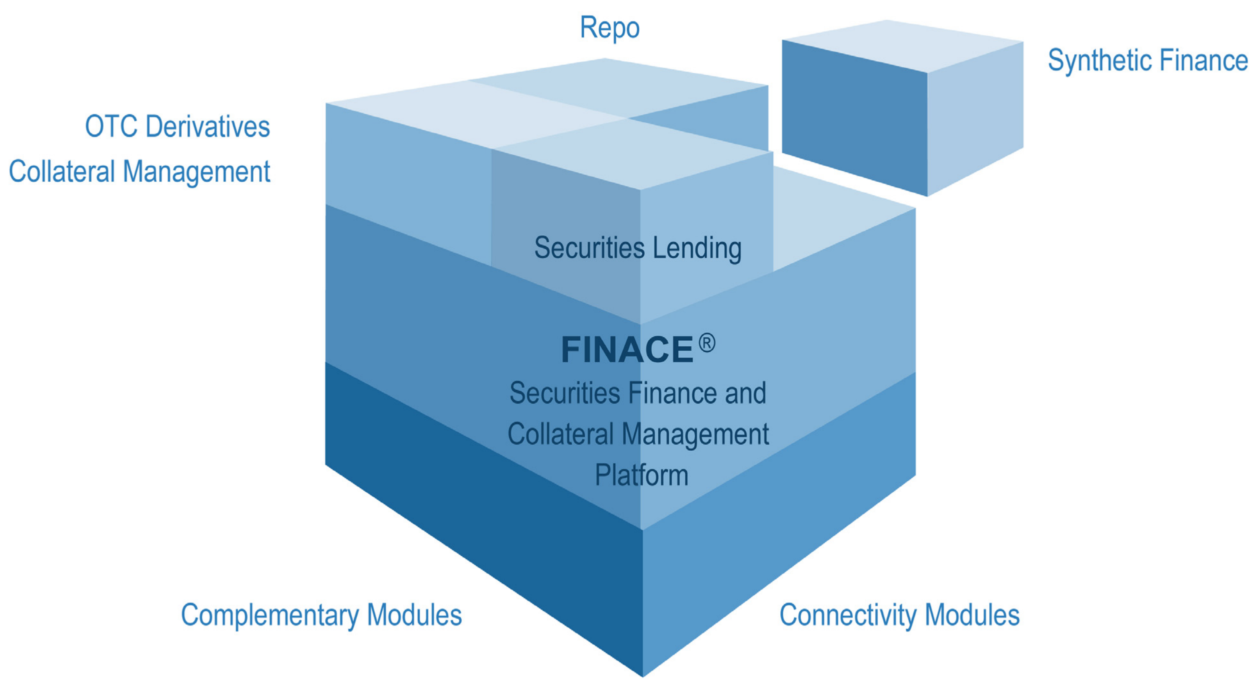
FINACE®
A COMIT Product

Synthetic Finance

The Finace module «Synthetic Finance» currently supports "Total Rate of Return Swaps" and "OTC Calls/Puts". In future releases it will also support Contract For Differences ("CFD") and structured certificates such as warrants.

The main features of the module are:

- Trade entry for outright purchase and sale of securities
- Trade entry for OTC calls and puts
- Trade entry for Total Rate of Return Swaps (single security or baskets)
- Easy entry of securities borrowing and lending strategies enables their conversion into multiple synthetic trades and positions (e.g. rather than booking an outright purchase and a synthetic transaction, then a sale and a synthetic transaction, a loan and borrow transaction alone may be booked)
- Maintenance of option premiums
- Exercise of options
- Management of swap resets and subsequent margin calls
- Life-cycle management of total return swaps (increase, decrease, premature closing)
- Calculation of P&L
- Calculation of counterparty risk taking into account replacement values and risk add-ons for the different freely definable risk buckets
- Seamless integration into the OTC derivatives collateral management module for ISDA Credit Support Annexes
- Integrated workflow manager for alerts and pending items



Finace Synthetic Finance Modules

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