

Misys Confirmation Matching Service

The multi-bank multi-instrument confirmation matching solution

The market situation

Need for automation

Much progress has been made over the last decade to automate foreign exchange confirmations between financial institutions and their commercial customers. Still, a significant portion of the market is manually confirming trades via fax and phone. Manual confirmations are slow and prone to human error, exposing companies who utilize such methods to significant risk. The period between trade date and confirmation can be days or even weeks for some instruments, creating unacceptable levels of risk in a wide variety of transactions.

Sell side lacks standardisation

The sell side is striving to automate 100% of their transactions but for many instruments, such as OTC Derivatives, there are no universally accepted standards. New trading techniques are accelerating transactional growth which chokes the sell side operational process and increases risk.

Buy side looking for breadth and depth of functionality

Buy side clients are demanding more functionality and fully integrated services at minimal cost. Management by exception is the rule and seamless delivery from and to their treasury workstation is a must. Customised reporting, payment netting and 3rd party notification (to a custodian or CLS correspondent) are expected. Ability to post and append standing settlement instructions is essential in many regions while notification of changes in SSIs is universal.

Increased focus on regulatory requirements

Today's marketplace is characterized by unprecedented attention on all aspects of compliance – with internal and external regulations conforming to ever greater levels of detail. Regulations and compliance standards are increasingly demanding and require solid, secure and effective SAS70-approved solutions.

Pain Points

- + Compliance with regulatory and audit requirements
- + Reduce cost while maintaining high levels of service
- + Close window of risk for OTC derivatives and structured products
- + Automation difficult due to lack of standards
- + Multiple systems complicates standardised processing

Misys Confirmation Matching Service facilitates the confirmation process between SWIFT and non-SWIFT counterparties, allowing Misys to offer unprecedented functionality across the broadest possible spectrum of instruments and counterparties

Key Benefits

- + Single window to all treasury and capital markets instruments
- + Flexible trade delivery via file, FpML or SWIFT with translations capability
- + Superior customer service
- + Largest global client base
- + Integrated value added services: netting, SSI, custodial confirmation, customised reporting
- + Core business is confirmation processing

The solution you can trust

Mitigate risk

In the time gap between trade and confirmation lies operational processing risk. Rates are continuously moving and errors not identified quickly can be very costly. With Misys Confirmation Matching Service (CMS), Treasury instruments such as foreign exchange, loans and deposits, and put/call options are fully automated – in less than 5 minutes, confirmations can be matched or errors identified for follow-up.

Standardise formats

Misys CMS confirms FX, MM, Precious Metals and FX Options immediately upon receipt. Capital markets instruments such as OTC Derivatives and Commodities do not have standard messaging formats and can take significant time to confirm without a common template shared by all counterparties. Misys CMS can create flexible formats so that virtually any capital markets instrument can be confirmed upon input.

Enhance security and compliance

The Misys CMS production environment has successfully completed SAS 70 Type II and SystTrust audit certifications, ensuring that our customers can rely on our services without having to undertake their own audit procedures. The Misys production data center is a state-of-the-art facility, replicated in an equally impressive disaster recovery site, separated geographically from, and entirely independent of, the production data center. In addition, a full scale replication (QA) testing facility is used to pre-test any software, configuration or hardware changes before release into the production environment.

Access a single window for buy side and sell side

Misys CMS facilitates the confirmation process between SWIFT and non-SWIFT counterparties, allowing Misys to offer unprecedented functionality across the broadest possible spectrum of instruments and counterparties. Globally recognised as secure and effective by financial institutions, asset managers and corporations alike, the confirmation matching technology services all treasury and capital markets instruments. A critical mass of clients to enables Misys CMS to offer the broadest coverage possible both for financial institutions and commercial counterparties – meaning customers could turn to Misys as a single window for all their confirmation management requirements.

Confirm most treasury and capital markets instruments on a single platform

Misys CMS confirms the widest range of treasury and capital markets instruments of any such service in the marketplace today, allowing customers to consolidate all of their confirmation matching needs onto one consistent service. Using the sturdy framework of the Misys CMS confirmation matching engine, the Instrument Wizard provides unprecedented variability in defining fields, giving Misys the ability to adapt this functionality to nearly any capital markets instrument. Misys CMS is the only application to provide a document handling feature in support of complicated transactions where confirmation of the economics of a trade is not sufficient. A client is able to view and affirm a counterparty's trade document or add remarks if errors are found. All transactional details are contained and tracked in document history with a complete audit trail of all activities related to a trade.

Our accessible translation capability enables asset managers and corporations to deliver trade files to us in their own formats, without costly development work. Trades can be delivered from banks and non-banks via SWIFT, file or FpML

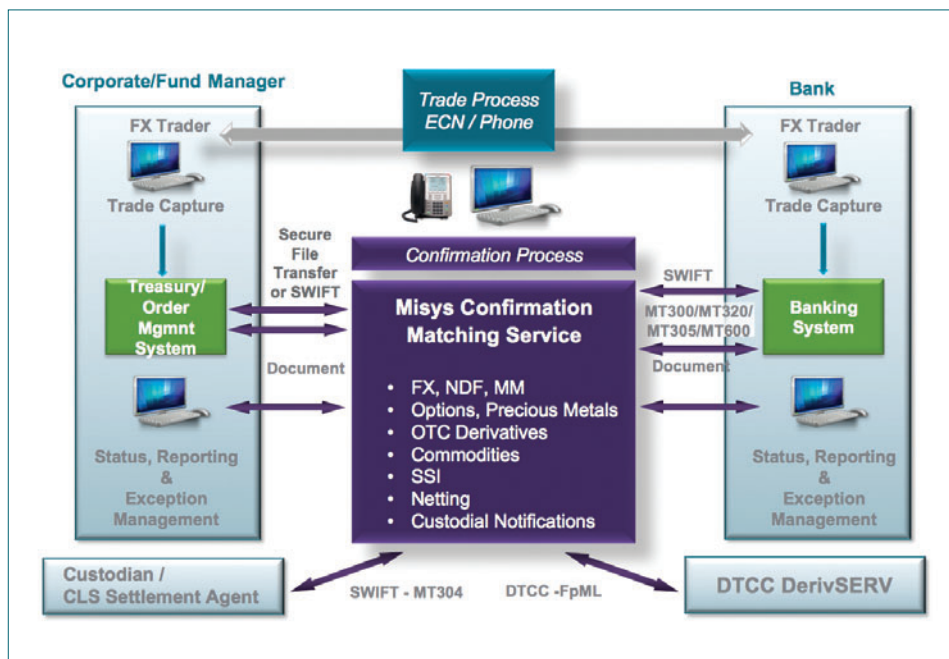
Eliminate multiple interfaces with a single window

Our accessible translation capability enables asset managers and corporations to deliver trade files to us in their own formats, without costly development work. Trades can be delivered from banks and non-banks via SWIFT, file or FpML. With this automated and flexible translation and matching mechanism, both counterparties are able to take advantage of the speed and efficiency of Misys CMS for all their confirmation matching needs – saving the cost and resources required to maintain multiple interfaces.

Increase efficiency using signature user-friendly functionality

Confirmation of the instrument is the first step in post trade operational processing. Clients also need to track their positions by currency and counterparty, net trades by currency and counterparty, provide settlement instructions for delivery and for asset managers to communicate to their custodians the details of their trading activity.

Misys CMS has a standing settlement instruction data base designed for asset managers, corporations and financial institutions. If a client has a single instruction per currency Misys CMS SSI can notify, track and append settlement instructions to trades. For commercial counterparties that have multiple settlement instructions per currency, Misys CMS can also capture, hold and append settlement instructions to trades based on codeword identification.



The Misys Advantage

For over a decade Misys CMS has pioneered provision of innovative trading, confirmation matching and settlement services. Our automation of treasury tasks significantly enhances STP and eliminates manual processing and errors.

Being 'Software-as-a-Service' means that Misys does away with the need for in-house IT support hardware investment. The service requires no installations or downloads, with all system maintenance and upgrades performed by Misys. In short, Misys CMS is an affordable solution for any organisation, scaling with you as you grow.

About Misys

Misys is a leading global application software and services provider delivering value to customers through integrated, comprehensive solutions. Misys Treasury & Capital Markets is a specialist division with 900 experts servicing approximately 1000 financial institutions and corporates in 70+ countries worldwide.



To find out how Misys
Confirmation Matching
Service can help you,
please contact:
misyscms@misys.com
or visit:
www.misys.com

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