

Bilateral Repo Collateral Management Services

Mitigate risk generated by the variance between current market and original trade prices

As collateral agent, J.P. Morgan helps clients mitigate the counterparty risk associated with repo and reverse repo trading activities. Our comprehensive collateral solution manages collateral valuations, margin calls, custody of collateral, corporate events and reporting requirements. Clients include Asset Managers, Hedge Funds, Pension Funds, Insurance companies, Governments, Supranationals, Private Equity Funds, Corporates and other repo market participants.

KEY FEATURES AND BENEFITS

Features	Benefits
Increase Efficiency	<ul style="list-style-type: none"> Fully automated process supported by dedicated operations and client service professionals Ongoing view of positions and collateral activity, with daily reporting available in multiple formats and accessible via web or scheduled emails Scalable solution that meets emerging business needs, including the addition of new bilateral trades and counterparties or changes in volume Support for repos (Specials and GC) and reverse repos (open and term)
Mitigate Risk	<ul style="list-style-type: none"> Margin call management: calculation of required collateral; margin call issuance; reconciliation; and assistance with resolving disputed margin calls Stringent collateral testing against a wide range of client-defined eligibility criteria to meet predetermined requirements for haircuts, instrument type, market, rating and currency Daily mark to market collateral valuations, collateral allocation, safe keeping, substitutions and settlement Repo trade management, including capture, maintenance and reconciliation to ensure appropriate collateralization of client exposure with eligible assets
Enhance Returns	<ul style="list-style-type: none"> Collateralize with either securities or cash and take advantage of cash reinvestment options Limit expenses with low cost of entry and benefit from J.P. Morgan's extensive infrastructure that eliminates costly in-house technology builds and the need for ongoing support and investment

As institutions increasingly turn to collateral to secure their trading activities, J.P. Morgan provides new options to manage risk in changing markets. We continually invest and innovate to offer flexible, efficient and advanced products and services—allowing clients to leave the details to us.

Highlights

Collateral types include cash, bonds (governments, corporates and convertibles), equities and asset backed securities

Daily reporting

- Margin call activity
- By counterparty: collateral held and pledged; statement of trades and collateral positions; summary of exposure and collateralization
- Cash collateral balances and capitalized interest accruals
- Interest paid and received
- Settlement instructions / transactions

Complementary products

- Tri-Party Repo
- Tri-Party Stock Loan Escrow
- Collateral Pledge
- Bilateral Collateral Management for OTC and Exchange Traded Derivatives, Exchange Traded Funds, and TBA Bonds

To learn more, speak to your representative or visit us at jpmorgan.com/wss