



Portability of Positions

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A wholly owned subsidiary of the



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1. Version Control

Version	Author	Date	Reason for Changes
Draft 0.01	Brett Kotze	03 August 2012	Creation
Final 1.00	Brett Kotze	01 October 2012	Update with comments and move to Final

2. Introduction

2.1 Overview

This document is intended to detail the transfer process – referred to as portability. This document includes portfolio transfers, member clearing member transfers, client transfers and global market transfers. This document is designed to ensure compliance with the CPSS-IOSCO compliance principles, specifically, principle 14, “A CCP should have rules and procedures that enable the segregation and portability of positions of a participant’s customers and the collateral provided to the CCP with respect to those positions.’

3. Portfolio Transfers

3.1 Portfolio Transfer Overview

Portfolio Transfers are intended to close out a principal’s portfolio (client or Trading Member) and move it across to another Trading Member or Clearing Member. This process includes the closing of positions as well as Initial Margin belonging to the original principal (client or Trading Member).

This process is run after end of day, whereby deals will be booked for the following day to close out the original principal’s(client or Trading Member) positions and reopen the positions on the new principal’s portfolio (Trading Member or Clearing Member), these deals will be processed in the subsequent end of day.

3.2 Portfolio Transfer API Impact

The transfer deals are available for download by the API users on the effective date, after end of day. The position updates resulting from these deals will also be available for download after end of day on the effective date.

4. Trading Member Transfers

4.1 Trading Member Transfers

Trading Member transfers are intended to close out a Trading Members portfolio on their current Clearing Member and move it across to another Clearing Member. This process includes all positions as well as the Initial Margin belonging to the open positions.

This process is run after end-of-day and transfers the Trading Members entire portfolio including, dealers, branches and subaccounts from their existing Clearing Member to their new Clearing Member specified.

Initial margin is not returned to the old Clearing Member – it is transferred internally on the clearing system with the positions to the new Clearing Member. NOTE – manual instructions are sent to Finance not to return the Initial Margin.

4.2 Member Clearing Member Transfer API Impact

The transfer deals will be available for download by the API on the date that the transfer has processed.

The position updates resulting from these deals will also be available for download on the date the transfer was processed.

5. Client Member Transfers

5.1 Client Member Transfers

Client transfers are intended to close out a Client's portfolio on their current Trading Member and move it across to another Trading Member. This process includes all positions as well as Initial Margin belonging to the open positions.

This process is run after end of day and transfers the client's entire portfolio from their existing Trading Member to the new Trading Member specified.

Initial margin is not returned to the old Trading Member – it is transferred internally on the clearing system with the positions to the new Trading Member. NOTE – manual instructions are sent to Finance not to return the Initial Margin.

5.2 Client Member Transfer API Impact

The transfer deals will be available for download by the API on the date that the transfer has processed.

The position updates resulting from these deals will also be available for download on the date the transfer was processed.

6. Global Market Transfers

6.1 Global Market Transfer Overview

Global Market transfers are intended to close out a principal's portfolio on their current global market code and move it across to another global market code. This process includes positions as well as Initial Margin belonging to the open positions.

This process is run after end of day and transfers the principal's entire portfolio from their existing global market to the new global market specified.

Initial margin is not returned to the old Trading Member – it is transferred internally on the clearing system with the positions to the new Trading Member. NOTE – manual instructions are sent to Finance not to return the Initial Margin.

6.2 Global Market Transfer API Impact

The transfer deals will be available for download by the API on the date that the transfer has processed.

The position updates resulting from these deals will also be available for download on the date the transfer was processed.