
Description: The ultimate nuts-and-bolts guide to foreign exchange operations

The foreign exchange landscape is particularly risky since so much of the world is unregulated and takes place over the counter (off exchange). Brilliant traders and money managers who are profitable may find themselves underperforming, or worse, losing, simply because they failed to establish strong operations. In this book, David DeRosa provides industry players with everything they need for strong operational functions from all the types of trades to execution, master trading agreements, documentation, settlement, margin and collateral, and prime brokerage services.

- Contains vital work flow solutions for trading in the volatile foreign exchange marketplace
- Offers information for mastering the operational aspect of foreign exchange trading to help determine best partners such as prime brokers and others
- Written by David DeRosa a leading foreign exchange expert who has consulted to hundreds of financial institutions

Foreign Exchange Operations helps traders mitigate risks and offers a guide to all aspects of trading operations from mastering trading agreements to margin documentation.

Contents:

Preface xi
Acknowledgments xv

CHAPTER 1 Introduction to Foreign Exchange 1
Defining Money 1
Participants in the Foreign Exchange Market 2
Identifying Currencies and Exchange Rates 4
Quotation Conventions 5
The Foreign Exchange Market 6
Foreign Exchange Regimes 11
Exchange Rate Controls 12
The Structure of the Foreign Exchange Market 12
Banks' Identification Codes 13
The Authorities 15
Spot Foreign Exchange Deals 17
Profit and Loss on a Simple Trade 18
Value Dates 19
Forward Foreign Exchange and Covered Interest Parity 20
Forward Swaps 21
The ISDA Master Agreement Forms 215
Single Agreement 217
Non-Reliance: Parties to Rely on Their Own Expertise 219
Netting: Payment or Settlement Netting and Novation Netting 220
Events of Default 221
Termination Events 228
Additional Termination Events 230
Close-Out Netting 231
Safe Harbors 232
Early Termination 233
Payments Upon Termination and Close-Out Amounts 234
Close-Out Amount: 2002 ISDA 236
Set-Off Provisions 241
Special Features for Options: ICOM and FEOMA 241
Special Features for Non-Deliverable Forwards 242
Miscellaneous Issues 242
More on Deeds of Adherence and Schedules 245
Summary 245
Appendix 5.1: IFXCO Terms 246
Appendix 5.2: IFXCO Adherence Agreement 275
References 281
CHAPTER 6 Margin and Collateral 283
Credit Agreements 283
Framework for the ISDA Credit Support Deed and the FXC Collateral Annex 285
Framework for the ISDA Credit Support Annexes 293
Enforcement Rights of the Secured Party 294
Some Additional Features Commonly Found in Credit Support Documents 296
The Value-at-Risk Concept 297
VaR for Spot, Forward, and Vanilla Options 298
Portfolio Value-at-Risk 305
Sample Customer Credit Snapshot 310
Limitations of VaR 310
Fax Order Form
To place an order via fax simply print this form, fill in the information below and fax the completed form to 646-607-1907 (from USA) or +353-1-481-1716 (from Rest of World). If you have any questions please visit http://www.researchandmarkets.com/contact/

Order Information
Please verify that the product information is correct.

<table>
<thead>
<tr>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Web Address:</td>
<td><a href="http://www.researchandmarkets.com/reports/2329362/">http://www.researchandmarkets.com/reports/2329362/</a></td>
</tr>
<tr>
<td>Office Code:</td>
<td>SCH3F6SZ</td>
</tr>
</tbody>
</table>

Product Format
Please select the product format and quantity you require:

| Quantity          | Hard Copy (Hard Back): USD 98 + USD 29 Shipping/Handling                                    |

* Shipping/Handling is only charged once per order.

Contact Information
Please enter all the information below in BLOCK CAPITALS

<table>
<thead>
<tr>
<th>Title:</th>
<th>Mr ☐ Mrs ☐ Dr ☐ Miss ☐ Ms ☐ Prof ☐</th>
</tr>
</thead>
<tbody>
<tr>
<td>First Name:</td>
<td></td>
</tr>
<tr>
<td>Last Name:</td>
<td></td>
</tr>
<tr>
<td>Email Address: *</td>
<td></td>
</tr>
<tr>
<td>Job Title:</td>
<td></td>
</tr>
<tr>
<td>Organisation:</td>
<td></td>
</tr>
<tr>
<td>Address:</td>
<td></td>
</tr>
<tr>
<td>City:</td>
<td></td>
</tr>
<tr>
<td>Postal / Zip Code:</td>
<td></td>
</tr>
<tr>
<td>Country:</td>
<td></td>
</tr>
<tr>
<td>Phone Number:</td>
<td></td>
</tr>
<tr>
<td>Fax Number:</td>
<td></td>
</tr>
</tbody>
</table>

* Please refrain from using free email accounts when ordering (e.g. Yahoo, Hotmail, AOL)
Payment Information
Please indicate the payment method you would like to use by selecting the appropriate box.

☐ Pay by credit card: You will receive an email with a link to a secure webpage to enter your credit card details.

☐ Pay by check: Please post the check, accompanied by this form, to:
Research and Markets,
Guinness Center,
Taylors Lane,
Dublin 8,
Ireland.

☐ Pay by wire transfer: Please transfer funds to:
Account number 833 130 83
Sort code 98-53-30
Swift code ULSBIE2D
IBAN number IE78ULSB98533083313083
Bank Address Ulster Bank,
27-35 Main Street,
Blackrock,
Co. Dublin,
Ireland.

If you have a Marketing Code please enter it below:
Marketing Code: ______________________

Please note that by ordering from Research and Markets you are agreeing to our Terms and Conditions at http://www.researchandmarkets.com/info/terms.asp

Please fax this form to:
(646) 607-1907 or (646) 964-6609 - From USA
+353-1-481-1716 or +353-1-653-1571 - From Rest of World