markit®

Markit Securities Finance - Consulting services

Providing performance benchmarking, exposure calculations and structural analysis for securities lending programmes

Markit provides independent research and advice to assist the launch of new securities lending businesses as well as to review and suggest opportunities to enhance existing programmes.

Our reporting infrastructure is built around our securities finance data, which comprises of an extensive global stock loan database dating back to 2002. Using this data, we provide research to support tactical or strategic securities lending reviews.

Our securities finance consultancy team has extensive experience in programme analysis as both practitioners and consultants.

$15 trillion
securities in lending programmes

$2 trillion
value on loan

20,000+
equity instruments

200,000+
fixed income instrumen

Performance benchmarking

Independent periodical benchmarking of securities lending performance against predefined peer group.

Programme evaluation

In depth reviews providing detailed analysis of trading strategies, operational processes and overall lending business, including indemnities, exclusives, fee splits, compliance and comparison against industry practices.

Exposure reports

Detailed risk analysis or high level risk adjusted return outputs, including reports covering counterparties, loan and collateral matching and peer group comparisons.

Collateral management

Provide assessment of collateral exposure to asset classes, credit ratings, counterparts, maturity buckets as well as top securities and transaction review.

Spotlight surveys and industry reviews

Independent observations and information on peer and industry practices for comparison and to support recommendations for actions.

Thought leadership research

Quarterly research notes on current market spotlights using a quantitative analysis based approach.

More information

For more information, please contact us at **MSF-Consultancy@markit.com** or call one of our regional offices:

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Account/Client	Demo
Market	All Securities
Time Frame	1 month
End Date	20-Mar-14
Benchmark	Weighted OnlyMyDiv
Currency	USD

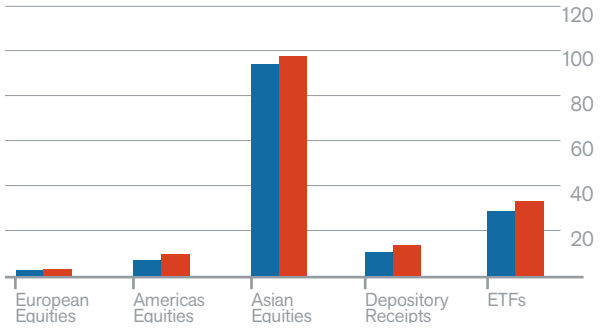
Total Return	93,214,967	
Securities Lending	63,590,467	68.2%
Reinvestment	29,624,500	31.8%
Average On Loan	272,131.6m	
vs Cash	185,284.5m	68.1%
vs Non Cash	86,847.1m	31.9%

Performance

	20-Mar-2014		20-Mar-2014	
Lendable	20,820,120.0m	2,076,066.5m	20,820,120.0m	2,076,066.5m
Value on Loan	2,744,594.0m	272,131.6m	2,070,037.0m	202,880.2m
Daily Return	3,369,418	3,107,166	3,060,806	2,491,701
Securities Lending Return	2,388,542	2,119,682	2,400,160	1,831,652
Reinvestment Return	980,876	987,483	660,646	660,050
SL Return to Lendable	0.04%	0.04%	0.04%	0.03%
Total Return to Lendable	0.06%	0.05%	0.05%	0.04%

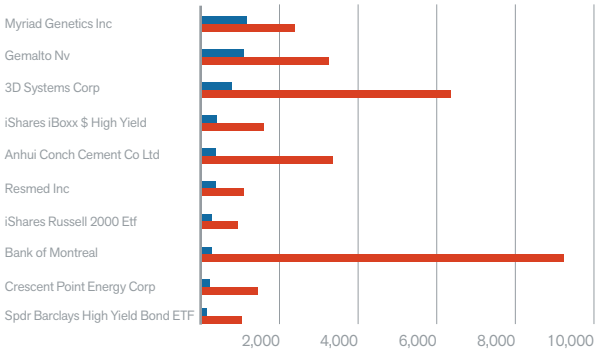
Return to lendable (bps) by asset type

All Client weightedgroup



Top Earning securities ($000)

All Client weightedgroup



Beneficial owner consolidated performance overview

START	1-Jan-14
END	30-Jun-14
Market	All securities
Benchmark	weightedgroup

Benchmark Group excluding funds in the client filter and weighted to the client filter
Filtered to my dividends

Benchmark size (M USD) 15,213,646
123 times larger than client's lendable

	Agent Lender 1	Agent Lender 2	Agent Lender 3	All Client	weightedgroup
Value On Loan (M USD)	**2,434**	**5,798**	**7,566**	**15,798**	**15,965**
cash	-	-	7,566	7,566	6,885
non cash	2,434	5,798	-	8,232	9,080
Lendable (M USD)	**50,571**	**62,521**	**61,015**	**123,593**	**123,593**
Earnings($)	**61,075,848**	**13,771,953**	**57,348,095**	**132,195,900**	**129,393,890**
Stock Loan	61,075,848	13,771,953	55,627,331	130,475,136	121,951,974
Reinvestment	-	-	1,720,764	1,720,764	7,441,916
Utilisation(%)	**7.78%**	**9.95%**	**13.20%**	**13.31%**	**13.29%**
Return to Lendable(bps)	**41.44**	**4.87**	**22.35**	**24.10**	**23.09**
Stock Loan	41.44	4.87	21.76	23.82	21.89
Reinvestment	-	-	0.60	0.29	1.20

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