



Markit Wire for Commodities

Markit Wire is the innovative electronic network for dealers, inter-dealer brokers, prime brokers and buy-side clients to exchange trade data, confirm financial and physical OTC commodity transactions and achieve straight through processing.

The addition of commodities expands a product suite that already covers a wide range of transaction types including equity derivatives, interest rate derivatives and credit derivatives.

Designed by a working group comprised of a diverse cross-section of industry players, the **Markit Wire** system currently supports financial transactions based on the following commodities:

- oil & refined products
- natural gas liquids
- coal
- agriculturals
- freight
- paper
- natural gas (Q3 2009)
- base metals (Q3 2009)
- precious metals* (Q3 2009)

*Also supports physical delivery

Future deliverables, according to working group priorities: Financial Power, Physical Gas & Power, Total Return Swaps on commodity indices.

Key Benefits:

- Reduces risk.
- Dramatically reduces re-booking rates.
- Increases efficiencies by eliminating operational delays, lowering costs.
- Allows customers to handle increased volumes with no requirement for additional headcount.
- Simplifies and standardises trade capture.
- Legally binding confirmation on trade date.
- Integrated electronic broker confirmations.
- Front-office friendly and intelligent template design cuts down on data entry.
- Easy integration - full STP or standalone mode.
- Trade life-cycle events are fully supported.

Product Coverage

Product Type	Europe	N. America	Asia
Options	✓	✓	✓
■ European-, American- and Asian-Style	✓	✓	✓
■ Strips	✓	✓	✓
Swaps	✓	✓	✓
■ Shaped notional	✓	✓	✓
■ Bullets (including strips)	✓	✓	✓
Spreads	✓	✓	✓
Forwards	✓	✓	✓

Indices

Market Data

OTC Valuations

Trade Processing

Content Distribution

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North America

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Europe

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Amsterdam: +31 20 502 5800

Frankfurt: +49 69 299 868 140

Asia

Singapore: +65 6499 0099

Sydney: +61 2 90 89 89 80

Tokyo: +81 3 6402 0130

Commodity Type			
Oil	Coal	Agriculturals	Base Metals
Crude Oil	API 2	Canola	Aluminium
Benzene	API 4	Cocoa	Copper
Diesel	Newcastle	Coffee	Lead
Fuel Oil	Richard's Bay	Corn	Nickel
Gas Oil	Gas	Cotton	Steel
Gasoline	Europe	Livestock	Tin
Heating Oil	North America	Milk	Zinc
Jet Fuel	U.K.	Oats	Precious Metals*
Methanol	Natural Gas Liquids	Orange Juice	Gold
Naphtha	Butane	Rubber	Platinum
Ultra Low Sulphur Diesel	EP Mix	Soybeans	Palladium
Freight	Ethane	Sugar	Rhodium
Time Charter	Isobutane	Sunflower Seeds	Silver
Dry Freight	Natural Gas	Wheat	Paper
Wet Freight	Propane	Wool	Containerboard
			Newsprint
			Pulp
			Recovered Paper

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Key Features:

- Global platform with 24 hour local support in the US, Europe and Asia.
- Full ISDA trade confirmation within minutes of execution.
- A single record of your trade for you, your counterparty and your broker.
- Straight through processing from Markit Wire into your risk systems (full FpML support).
- No trade entry for your brokered trades – these are submitted real-time by the broker for trader approval and can replace the broker confirm.
- Full support for direct (trader to trader) deals allowing instant verification with counterparty.
- Comprehensive permissioning to prevent submission to incorrect legal entities.
- Region- and product-specific market practice is built into the system via rules and default values agreed by our working group – e.g. the system automatically knows whether common pricing should apply for a given pair of commodities.

Sign-up Procedure

Clients who already use Markit Wire to confirm trades in other OTC derivative asset classes will automatically have access to the new commodity products. However, they will need to ensure that they have the appropriate bilateral Master Agreements with their counterparties. Please contact Markit Wire to start receiving trade-date commodity confirmations today.

Supported Trade Life-Cycle Events

Full support for post-trade life cycle events such as Bilateral Amendments, Cancellations, Upsizes & Full / Partial Terminations.

More information on Markit Wire

For more information on Markit Wire, please contact the Markit Trade Processing Team at mtpsales@markit.com or contact your nearest office:

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