Companies that hedge exposure to financial risks often transact infrequently, but must still comply with reporting, disclosure, regulatory and audit requirements. The human and technological resources necessary to support hedging programs can be costly. Generating the required reports is often time-consuming and outside the scope of the firm’s core business.

The decisions made throughout the hedging process are important and can have a lasting effect. Corporate hedgers transact with bank counterparties who often possess informational and technological advantages. FIS’ Corporate Hedging Services is a managed service that can reduce the costs associated with hedging programs and narrow the information and technology gaps between corporate hedgers and their counterparties.

Helping to reduce hedge program costs and level the playing field between corporate hedgers and their counterparties

Key benefits
FIS’ Corporate Hedging Services helps its customers:

• Reduce the cost of managing a hedging program
• Reduce the operational burden and improve efficiency
• Reduce operational risk
• Optimize hedging strategies
• Access a global team of seasoned capital markets experts

FIS’ experts work with corporations around the world, helping them to execute the right strategy using the right derivative instrument – at the right price. Easing the operational burden associated with various reporting requirements allows each company to focus on its core business.

Leverage the resources of a trusted partner that has already invested in best-in-class market data, risk management technology and financial reporting expertise
Why use FIS’ Corporate Hedging Services?

Leverage FIS’ market data
Each day, FIS’ global team of market data analysts publishes the industry-leading library of independent and accurate market data. Used by hundreds of companies worldwide, the market data library consists of 1,000+ spot rates, forward curves and volatility surfaces, and spans the commodities, interest rates and foreign currency asset classes.

Apply best-in-class models and expertise
FIS’ team of capital markets experts leverages the best-in-class Kiodex Risk Workbench application to generate a suite of tailored reports for each customer. The Risk Workbench offers a secure trade capture repository and an integrated library of market data, along with a suite of sophisticated models, analytics and report-generating tools. The valuation and risk models within the Risk Workbench have been developed, tested and maintained by the industry’s most respected financial engineers and quantitative analysts. These same models are used by major banks around the world.

Independent
FIS is SSAE-16 compliant and is an independent and unbiased partner devoted to each customer’s interests.

Data security
Data security is of paramount importance. Customer data is secured in a state-of-the-art, Tier 4 data center owned and operated by FIS Availability Services. All data is constantly replicated in a secondary data center for the purposes of disaster recovery and business continuity. FIS provides access to a SOC-1 report upon request.

Comprehensive
FIS’ Corporate Hedging Services covers a broad range of asset classes, including:

- interest rates
- foreign exchange
- crude oil
- refined products
- natural gas
- metals
- agriculture
- electricity
- freight
- weather
- coal
- emissions

Quick to deploy
FIS’ team of capital markets experts works with each customer to capture their existing portfolio of transactions in the Risk Workbench and to design a suite of customized reports. The entire implementation process often spans less than two weeks.

Choose only the services required... to minimize cost and maximize efficiency

FIS’ Corporate Hedging Services provides a customized suite of reports available in a variety of formats and delivered on a weekly, monthly or quarterly basis. The reports can be seamlessly integrated with existing company systems, such as a general ledger. FIS’ global team of capital markets experts provides a detailed explanation of the market variables affecting the performance of each hedge portfolio.

FIS offers a tiered menu of services, including:

- Valuation bundle
- Credit-adjusted mark-to-market reporting (ASC 820 and IFRS 13 fair value accounting requirements)
- Counterparty valuation reconciliation (Dodd-Frank and Sarbanes-Oxley requirements)
- Settlement reporting
- Risk Management bundle
- Portfolio stress testing
- Position report (with % hedged)
- Value-at-risk (VaR) report
- Conditional value-at-risk (CVaR) report
- Cash flow-at-risk report (CFaR) report
- Potential future exposure (PFE) report
- Greek sensitivities report
- Hedge Accounting bundle
- Effectiveness testing
- Hedge relationships
- Hedge documentation
- Hedge accounting reports

A COMPREHENSIVE SUITE OF ACCURATE AND CUSTOMIZABLE REPORTS SUPPORTED BY OUR GLOBAL TEAM OF CAPITAL MARKETS EXPERTS
About FIS

FIS is a global leader in financial services technology, with a focus on retail and institutional banking, payments, asset and wealth management, risk and compliance, consulting and outsourcing solutions. Through the depth and breadth of our solutions portfolio, global capabilities and domain expertise, FIS serves more than 20,000 clients in over 130 countries. Headquartered in Jacksonville, Florida, FIS employs more than 53,000 people worldwide and holds leadership positions in payment processing, financial software and banking solutions. Providing software, services and outsourcing of the technology that empowers the financial world, FIS is a Fortune 500 company and is a member of Standard & Poor’s 500® Index. For more information about FIS, visit www.fisglobal.com