

# ForexClear LatAm overview

## LatAm Q3 2024 non-deliverable forward (NDF) volumes

In Q3 2024, LCH ForexClear cleared more than 220k trades in LatAm currency pairs, with total notional cleared reaching **more than US\$1.6 trillion**. The average daily volume (ADV) breakdown for Q3 2024 across each LatAm NDF currency pair is as follows:

**USD/BRL**

US\$17bn ADV cleared

**USD/CLP**

US\$3bn ADV cleared

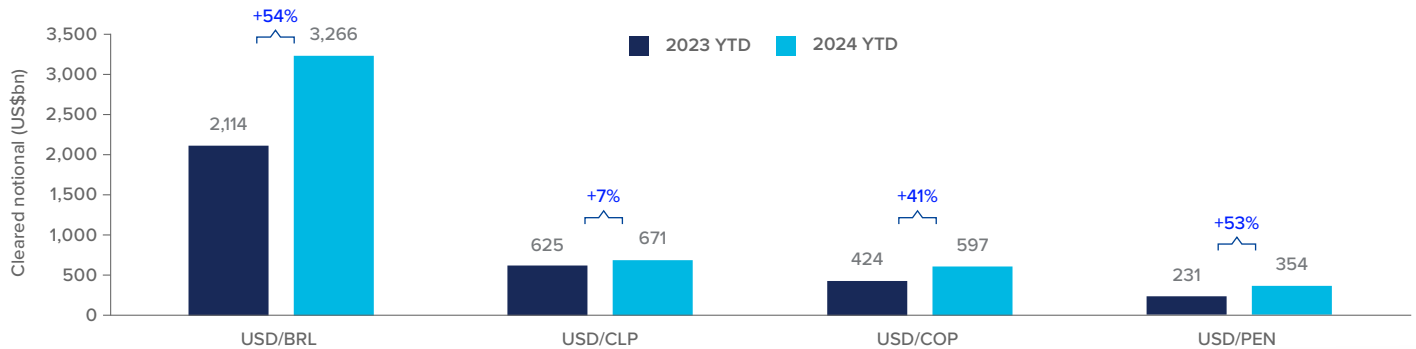
**USD/COP**

US\$3bn ADV cleared

**USD/PEN**

US\$2bn ADV cleared

In 2024 YTD, LCH ForexClear has cleared record-breaking volumes in LatAm currencies:



## Client NDF volume

Q3 2024 was the twelfth consecutive record quarter for client clearing activity at LCH ForexClear since Q4 2021, with US\$5.3bn ADV cleared in September – the first time ADV has exceeded US\$5bn. Four new clients and entities based in LatAm were onboarded, increasing ForexClear’s total number of clients to 88.



NDF fees	Client
EMTA NDF/Million	US\$2
Non-EMTA NDF/Million*	US\$1

\*From 1 January 2025 non-EMTA fee is changing to US\$2 per million



## Why should you clear?

01.

### Counterparty credit risk reduction

LCH becomes the central counterparty once trades are cleared, with multilateral netting for up to 95% of trades. Our rigorous default management process also has a proven track record in volatile market situations.

02.

### Access to liquidity

Access to one of the deepest pools of liquidity. The significant growth in FX clearing is changing market dynamics, with increasing requests for clearing.

03.

### Capital savings

CCPs reduce risk weight to **2%**. This lowers capital charge favoured by bank liquidity providers, and creates additional opportunities to strengthen liquidity provider partner relationships.

04.

### UMR obligations management

Gain margin and operational efficiencies to reduce funding requirements and operational burden.

05.

### Margin efficiencies and multilateral netting

Multiple bilateral margin requirements are netted down into one single margin requirement against LCH, independent of counterparty, across currency and tenor.

06.

### Margin optimisation

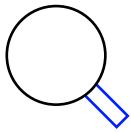
Calculations can be more favourable in CCP vs SIMM calculations depending on the currency pair.

07.

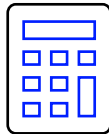
### Operational risk reduction

Provides access to multiple counterparties, with **one rulebook** for all participants.

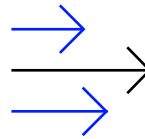
## How to clear with LCH ForexClear



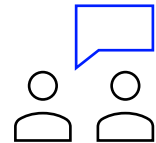
Find eligible clearing broker – ForexClear currently has 13 ICMs and 9 FCMs



Use Margin Calculator to understand collateral requirements



Consider using FXall, Bloomberg, FXConnect or other venues for your execution to clearing journey



Engage with LCH ForexClear onboarding team and begin clearing

Find out more about what [ForexClear clears](#), our [current members](#) and [ForexClear volumes](#) here. Sign up for the latest news and insights [here](#).



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