

Clearstream

Liquidity Hub News

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Liquidity Hub Connect now live



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The Global Liquidity Hub

The core of the Global Liquidity Hub is a sophisticated, state-of-the-art collateral engine that works 24/7 in real-time and supports a suite of more than 15 products. It covers global markets for cross-border, cross-product and cross-continent collateral mobilisation.

The Global Liquidity Hub has four dedicated streams:

- GO – collateral management for partner CSDs
- Connect – collateral management for partner agent banks
- Select – a suite of products for the buy-side
- Collect – connections to automated trading systems.

The Global Liquidity Hub includes more than 500 counterparties and EUR 600 billion of collateral under management. It has been top-rated in the Global Custodian Triparty Securities Financing Survey for 13 consecutive years and voted as best triparty supplier for four years in the ISF/Global Investor magazine Triparty Repo Survey.

Our agent bank collateral management service, Liquidity Hub Connect, is now live for mutual customers of Clearstream and BNP Paribas Securities Services. The service launched in May with a triparty repo trade that included Italian, French, Belgian and Dutch equities and fixed income securities.

The Liquidity Hub Connect service provides mutual customers of Clearstream and BNP Paribas Securities Services with the best of both worlds. They gain access to Clearstream's global collateral allocation, optimisation and exposure coverage while BNP Paribas Securities Services remains the local custodian, providing expert local settlement and asset servicing.

The streamlined service developed by Clearstream and BNP Paribas Securities Services launched across multiple markets and for both fixed income and equities.

Assets used for triparty purposes are moved automatically into a Clearstream account within BNP Paribas Securities Services, thereby avoiding current manual cross-border processes for the clients.

When the assets are required for local settlement or are no longer needed for triparty purposes, they are returned automatically to the customer's account at the agent bank.

The first trade to go live in this cooperation involved Italian, French, Belgian and Dutch equities and the

service will be extended to other markets in response to client needs.

Liquidity Hub Connect enables customers of both institutions to make optimal use of their asset pool within the custodian bank to carry out triparty transactions managed through Clearstream's Global Liquidity Hub. In addition to the service with BNP Paribas Securities Services, Clearstream is also developing Liquidity Hub Connect with Citi and Standard Chartered.

This latest service addition is part of Clearstream's ongoing development programme for its Global Liquidity Hub which is designed to maximise the global mobilisation capabilities of collateral across asset classes, currencies, markets, time zones and market infrastructures and platforms.

Indeed, the Global Liquidity Hub, launched in 2009, is a multi-layered, open architecture collateral management environment that is currently undergoing a rapid period of expansion across all its streams. Clearstream is committed to creating strategic partnerships that maximise opportunities for the industry to optimise its liquidity pools and so maximise collateral optimisation.

For more information about GSF services, please contact the [Sales and Relationship Team](#) or call one of our offices:

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