

Derivative Valuation Services

With ever-increasing regulatory and investor scrutiny, independent valuations of OTC derivatives are no longer just best business practices but required business practices. Citi offers the administration experience and expertise you can rely on to secure independent valuations. Long-standing relationships with a range of providers allow us to be flexible with even the most complex derivative products.

Citi's integrated technology platform provides for efficient processing and valuations. You can save time, while minimizing back- and middle-office investment costs.

Stakeholder transparency

Satisfy your stakeholders' demands for objective, third-party portfolio valuations, combined with our unparalleled reputation as an independent third-party administrator.

Increasingly, investors and regulators are demanding independent portfolio valuations. With Citi obtaining independent OTC derivative valuations, stakeholders can rely on portfolio valuations with confidence.

Best-in-breed providers

Our approach is to work with best-in-breed providers to meet your specific needs.

Citi's long-established relationships with market-leading valuation services provide Investment Managers truly independent valuations. Prior to selecting a valuation provider, Citi performs an examination of valuation methods and results. Providers must demonstrate their ability to deliver timely, reliable valuations.

Furthermore, Citi continually monitors and evaluates the performance of every provider. Our team ensures that your products continue to be priced using contemporary valuation techniques.

Streamlined efficiency

Our automated process eliminates steps, minimizing costs.

OTC derivative transactions are captured as part of an automated process and routed directly to our suite of pricing vendors.

Independent valuations are reconciled and interfaced directly into our Accounting system.

Valuation accuracy

Our process is designed to ensure quality OTC derivative valuations.

Valuations provided are reviewed and compared to additional sources. An analyst will verify trade details, setups, market data and risk information, should any exceptions arise. Our analysts are knowledgeable and experienced professionals familiar with a broad range of OTC derivatives. We are able to identify and resolve valuation discrepancies quickly.

Flexibility

Our relationships extend beyond the conventional valuation provider.

Leveraging our extensive suite of valuation providers, which includes financial engineering firms, we work

Benefits at a Glance

- Transparency in an ever-more-demanding environment
- Access to a portfolio of best-in-breed valuation providers covering complex derivative products
- Streamlined processing helps you minimize back- and middle-office investments
- Assurance that valuations are fully independent
- Ability to leverage our broad client base to obtain most efficient and high-quality valuations for clients
- The flexibility to meet your exact needs – across all types of deals
- Audit capabilities available to verify that all trades are confirmed and reconciled

with you to develop the necessary models or algorithms to price even your most complex derivatives. This alone sets us apart from other providers who value existing range of products on a standard operating platform.

Derivative valuation services – product coverage includes

Interest rate products

- Vanilla Swaps (LIBOR/CMS)
- Amortizing Swaps
- Structured Swaps
- Basis Swaps
- Forward Rate
- Swaptions
- Interest Rate Exotics Options

Credit products

- Single Name Credit Default Swaps
- Index Credit Default Swaps
- CDS Options
- Tranche CDS

- Synthetic CDOs
- Credit Linked Notes
- First to Default Swaps
- Recovery Swaps
- Asset Backed CDS
- ABX, CMBX & TABX Indices
- Bank Debt
- Single Name Loan CDS
- Index Loan CDS

Equities

- Equity Swaps
- Equity Options
- OTC Warrants
- Dividend Swaps
- Exotic Equity Options

Foreign exchange

- FX Forwards
- Vanilla FX Options
- Exotic FX Options

Volatility

- FX Variance & Volatility Swaps
- Equity Variance & Volatility Swaps
- Index Variance & Volatility Swaps

Commodities

- Commodity Swaps
- Commodity Options

Additional Products

- Total Rate of Return Swaps
- Inflation Swaps
- Ascots
- Tender Option Bonds
- Freight Derivatives