

REPO MARKET: INTERNATIONAL BEST PRACTICES AND UKRAINE

Workshop and Roundtable
7 June 2012 – Hotel Rus - Kyiv, Ukraine

Part I: Training Seminar "Important Aspects of Risk Management for Repo Transactions"

9:30 – 10:00 Registration, coffee

10:00 – 10:15 Opening remarks

10:15 – 12:00 **Repo: Risk management - Richard Comotto, ICMA**

- Valuation and revaluation
 - collateral valuation and exposure calculation methods
 - collateral valuation price sources
 - rates of interest, exchange rates
- Initial margin/haircut
- Margin maintenance
 - margining
 - margin thresholds, minimum transfer amounts
 - re-pricing and adjustment alternatives to margining
- Default procedures
 - calculation of Default Market Value, timings, other costs, set-off
 - price sources in default calculations
 - suspended securities

12:00 – 12:30 Q&A

12:30 – 13:30 Lunch

Part II: Round Table

14:00 – 14:15 Opening remarks

14:15 – 14:45 Role of ICMA in repo market. Benefits of a developed repo market for economy: general considerations. Repo market in Europe - **Godfried De Vidts, ICMA European Repo Council**

14:45 – 15:15 Use of Global Master Repurchase Agreement (GMRA) and its key provisions. Customizing GMRA to individual countries: international experience. Recommendations for Ukraine – **Richard Comotto, ICMA**

15:15 – 15:30 Q&A

15:30 – 16:30 Key obstacles for the development of repos in Ukraine: legal, taxation and operational issues (margin maintenance, clearing, NBU's blocking of securities) - **Industry representatives TBC**

16:30 – 17:00 Discussion and elaboration of further steps:

- Amending the Tax Code to align with international best practice as presented today;
- Creation of industry and NBU depository working group to solve margin maintenance problem;
- Petition to the NBU to adopt a classic repurchase regime with the transfer of title to collateral when conducting monetary operations, rather than using blocking of securities.

17:00 – 18:00 Cocktail reception

Please note that organisers reserve the right to make changes to this agenda.

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