

## Factsheet – Fusion Invest Commodities

# Providing greater control and oversight for commodities and commodities derivatives trading

Fusion Invest enables users to onboard new asset classes easily.

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***with Fusion Invest, the front office can activate and begin trading almost instantly, implementing a wide range of commodities strategies from simple to multi-underlying exotic products."***

In today's low interest rate environment, investment managers need to be able to pursue new strategies quickly. This includes commodities, which are emerging as an attractive asset class. Finastra's capabilities for Fusion Invest, its investment management solutions, offer comprehensive portfolio and risk management functionality for commodities and commodity derivatives trading.

Whether market professionals are seeking to generate alpha or offer commodities-based solutions to their customers, Fusion Invest enables users to onboard new asset classes easily.

Many legacy systems struggle to do this but, with Fusion Invest, the front office can activate and begin trading almost instantly, implementing a wide range of commodities strategies from simple to multi-underlying exotic products.

Additionally, Portfolio Managers and Risk Managers can instantly leverage Fusion Invest's risk management capabilities and through a broad selection of risk computations and hedging scenarios, benefit from increased speed, transparency on portfolios and efficiency of decision making. From an Operations perspective, commodity products are managed consistently and automatically together with other assets of the Front-to-Back Office.

## Key benefits

- Comprehensive coverage of commodity products and markets
- Cross-asset capability supporting simple to complex and hybrid products
- Rapid time-to-market with out-of-the-box connectivity and implementation tools
- Extensive set of risk analytics and scenarios for real-time risk management and hedging
- Fully customizable pricing models
- Real-time Straight-Through-Processing for OTC, cleared and listed products due to an integrated front-to-back framework
- Support and continuous investment into solution from a dedicated quantitative team to address evolving market challenges



## Product coverage

- ✓ Commodities: oil and refined products, coal, freight, physical and financial gas, physical and financial power, emission allowances, Soft, base metals - including LME, precious metals, weather, plastics
- ✓ Physical inventory for precious metals
- ✓ Futures and forwards
- ✓ OTC and cleared multicurrency fixed & floating swaps
- ✓ Excess & Total return indices (e.g. BCOM, S&P GSCI, RICl) performance swaps and options
- ✓ Gas formula swaps and options
- ✓ Listed and OTC vanilla options on futures
- ✓ Exotic commodity options: Asian strips, swaptions, barrier on spot or average, target redemption, digitals, options on first nearby future
- ✓ Hybrid products



## Market data management

- ✓ Automatic upload of futures term structure
- ✓ Extensive list of measurement units and conversion factors between commodities
- ✓ Real-time data feeds from external providers (e.g. Refinitiv, Bloomberg)
- ✓ Historical market data fixing integration via native MorningStar interface
- ✓ LME functionality: non-prompt dates, Cash and 3 Months, forward curve update with 3 Months price and exposure on daily futures
- ✓ Volatility smile definition in Butterfly & Risk reversal



## Front-to-back position keeping

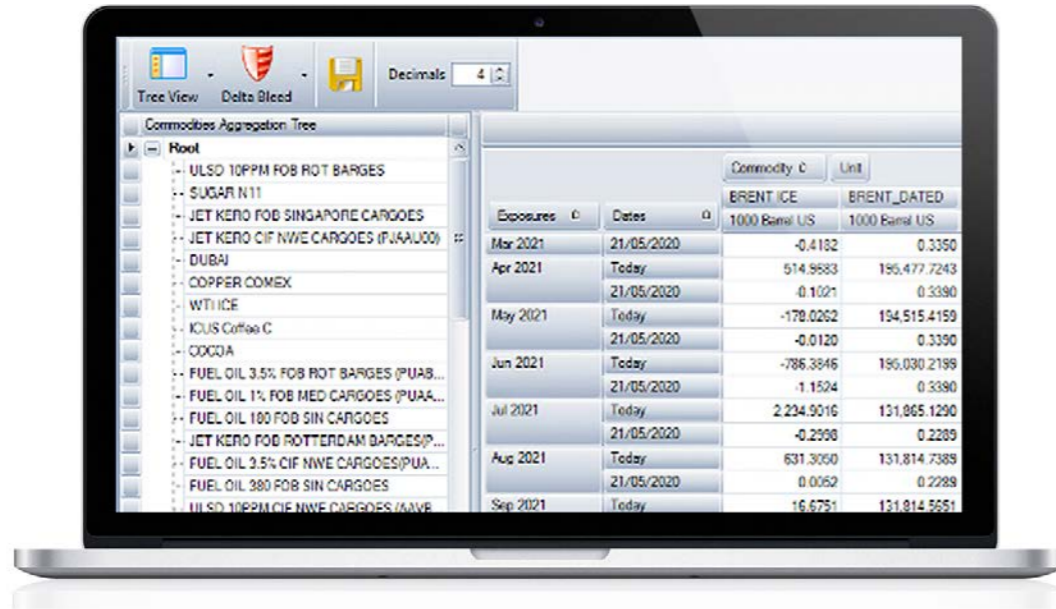
- ✓ Quick booking via user-defined blotters to maximize Front Office efficiency
- ✓ Flexible portfolio views providing transparency on analytics
- ✓ Comprehensive commodity contracts life cycle management
- ✓ Front-to-back Straight-Through-Processing (STP) with customizable workflows for listed, OTC and cleared products



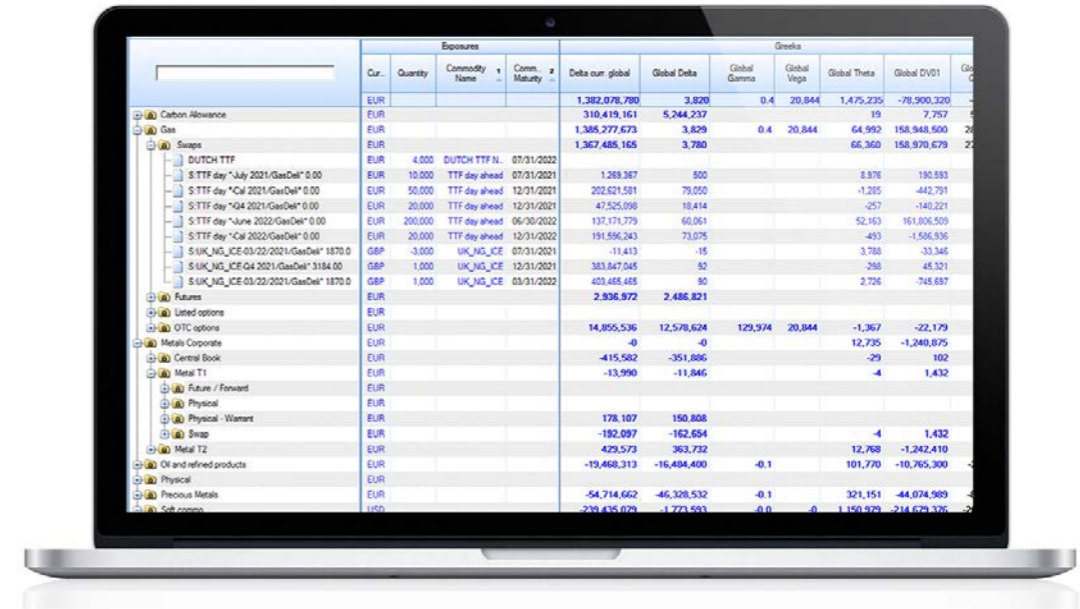
## Market risk analytics and scenarios

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Example on Delta Bleed scenario.



Portfolio overview including greeks and P&L.

For more information on how we can help you optimize performance attributions operations, please contact us at [capitalmarkets@finastra.com](mailto:capitalmarkets@finastra.com) or visit: [finastra.com/investment-management](https://finastra.com/investment-management)

### About Finastra

Finastra is building an open platform that accelerates collaboration and innovation in financial services, creating better experiences for people, businesses and communities. Supported by the broadest and deepest portfolio of financial services software, Finastra delivers this vitally important technology to financial institutions of all sizes across the globe, including 90 of the world's top 100 banks. Our open architecture approach brings together a number of partners and innovators. Together we are leading the way in which applications are written, deployed and consumed in financial services to evolve with the changing needs of customers. Learn more at [finastra.com](https://finastra.com)

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