

THOMSON REUTERS SOLUTIONS FOR PORTFOLIO VALUATION

TRANSPARENT, INDEPENDENT, COMPLIANT

In today's volatile markets, managing portfolio risk can be a challenge. Regulators increasingly demand that portfolio risk is managed using prices that are transparent, independent and timely.

Economic challenges mean that financial services firms are under pressure to lower costs, including those of IT and data infrastructure. Thomson Reuters Solutions for Portfolio Valuation offer timely, independent evaluated pricing for managing portfolio risk; and can reduce the cost of meeting regulatory compliance by centralizing, standardizing and rationalizing your firm's data management structure.

TRUSTED FOR WORKFLOW

Increased regulatory oversight means that consistent, transparent evaluated pricing is required throughout the enterprise at mutual funds, fund administrators, hedge funds, pension funds, institutional investment firms, insurance companies and banks from London to Tokyo to New York.

Front Office

Thomson Reuters evaluated prices are consistent and in tune with the markets allowing portfolio managers to correctly price their portfolios and research analysts to select the most trustworthy instruments.

Middle Office

Thomson Reuters Portfolio Valuations ensure that clients are fully compliant with regulations such as FASB Topic 820, as well as the mandated fair value practices under the Basel II capital adequacy requirements. This is important for risk management and compliance. Clients can instantly challenge prices and track these challenges for their auditors.

Back Office

Thomson Reuters provides complete visibility into the price challenge process and reduces the amount of manual intervention. This benefits operations departments, which depend on quality assessments for back-office services such as settlements and accounting.

TRUSTED FOR INDEPENDENCE

Thomson Reuters Portfolio Valuation pricing specialists have no opinion or vested interest in price movements. Thomson Reuters is a completely independent third party pricing provider with no conflict of interest.

TRUSTED FOR COVERAGE

Portfolio managers and research analysts in the front office, along with risk managers and operations staff in middle and back offices need transparent and consistent pricing for increasingly complex securities and derivatives. Prices must be highly accurate and use consistent methodologies across asset classes.

Global Coverage

Thomson Reuters Solutions for Portfolio Valuation evaluate over 2.5 million OTC fixed income instruments and assess the most comprehensive set of foreign countries' instruments. Coverage includes sovereign debt, corporate debt, convertible securities, bank debt, mortgage backed securities, asset backed securities, municipal securities, derivatives, and structured notes. Thomson Reuters adds new and unique coverage regularly, the latest being collateralized loan obligations, bond prices from rapidly developing economies, derivatives and other hard-to-price instruments.

Timely pricing and delivery

Evaluated prices are available throughout the day or at market closing times around the world. Intraday and end of day prices come in as soon as each market closes, or when certain floating parameters, such as LIBOR or yield curves, are updated. Thomson Reuters Solutions for Portfolio Valuation are available via the Thomson Reuters Datascope Select and Onsite delivery platforms, which are easy to integrate with our customers' workflows.

Transparency

Thomson Reuters Solutions for Portfolio Valuation make the underlying pricing methodology available to you, ensuring that the process is totally transparent. Pricing specialists use industry-standardized evaluation and strict validation procedures.

Access to evaluators

Dedicated Thomson Reuters pricing specialists answer challenges by the beginning of the next pricing cycle, and often on the same day. Specialists are immediately available to address pricing challenges or to clarify price evaluations. Thomson Reuters Solutions for Portfolio Valuation provide complete visibility into the price challenge process and reduces the amount of manual intervention.

TRUSTED FOR EXPERTISE

Thomson Reuters Portfolio Valuation team is made up of more than 150 pricing specialists who are seasoned market professionals. Many have direct work experience in sales, sales trading, research and reference data with buy-side and sell-side firms globally. Based in London, Tokyo, New York, Toronto, Singapore, Sydney and Bangalore, the specialists have an unrivalled range of sources, data and tools with which to evaluate and produce accurate and timely global assessments.

- Thomson Reuters Solutions for Portfolio Valuation provide transparency, direct access to evaluators and quick challenge response times
- Clients can instantly challenge prices and track these challenges for their auditors, demonstrating control over their valuation processes
- Thomson Reuters Solutions for Portfolio Valuation provide complete visibility into the price challenge process, reducing the amount of manual intervention needed
- Thomson Reuters pricing specialists can assess unusual or hard-to-value securities by request to help mitigate portfolio and market risk

HOW WE DO IT

Pricing specialists incorporate inputs such as spreads, benchmarks and prepay speed into market standard pricing models which calculate a fair value price. These prices are double-checked against trade data, market expectations, actual trade executions, the new issue markets, dealer quotes and any other market color that can be found. Pricing specialists receive trade blotters from buy and sell-side clients, and speak to a wide range of buy-side and sell-side contacts. Specialists also have access to over 20,000 global contributed prices via Thomson Reuters electronic platform.



WHY THOMSON REUTERS?

The transparency you need – All of our methodologies are available to you. All of our experts are available to you. Everything we do is fully compliant with Topic 820 and Basel II.

The responsiveness you need – We'll address all price challenges by the start of the next business day. You can speak directly to our experts to fully understand how the market supports the price.

Automated compliance – Use our API and input data to automate the processes that show compliance.

Comprehensive coverage – We cover all the main asset classes, all around the globe.

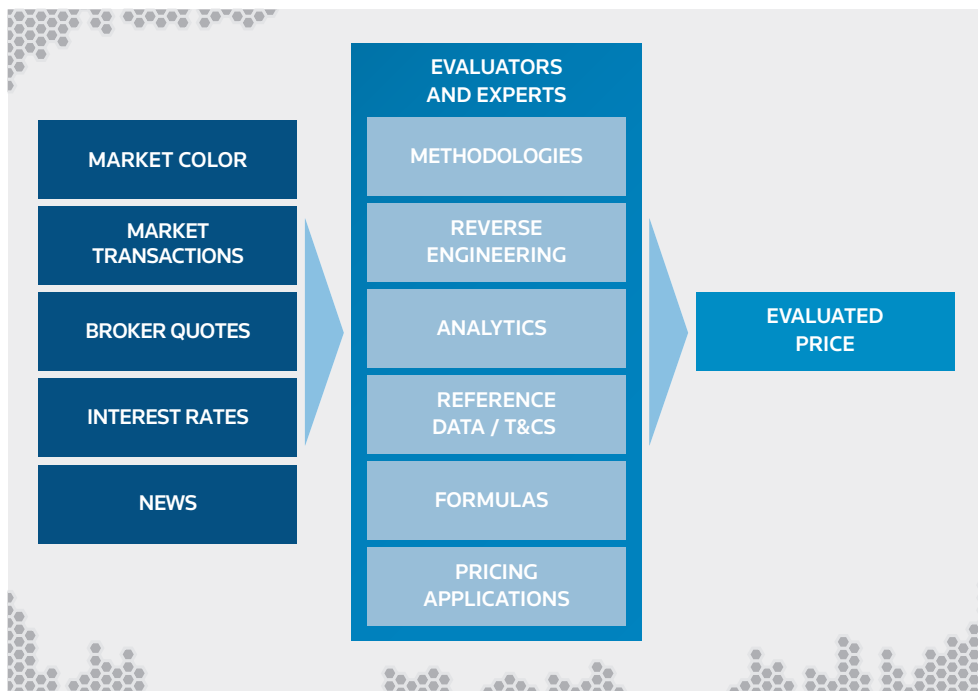
We provide broker quotes from major sell-side institutions and trade data from numerous buy-side firms. We offer pricing on an extensive and growing range of complex securities and derivatives.

The independent source – We have no market position. The quality of our service is totally based on achieving the most transparently accurate fair market valuations.

Broker quotes – A core part of our capability includes gathering market data including broker quotes from major sell-side institutions. As a result, our prices are supported by the same data you seek to rely on.

Complex securities and derivatives – Thomson Reuters offers pricing for an extensive range of complex securities and derivatives. And we service the largest buy-side institutions globally, pricing securities including OTC equity options, range notes, collateralized loan obligations and total return swaps.

THE THOMSON REUTERS PRICING SERVICE PROVIDES INDEPENDENT, TRANSPARENT AND ACCURATE FAIR MARKET VALUATIONS



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