

# USE CASE – FINRA TRACE

## RegFlex – Trade Reporting and Compliance Engine (TRACE)

The client trades around 10,000 transaction per day globally in Asia, Europe and North America obligated to report under FINRA Rule 6730 - Transaction Reporting for TRACE - to the three FINRA TRACE systems (CA, SP and TS).

- Source data** from the clients Order Management System, Security Master data from FINRA and client specific reference data relating to traders, accounts and counterparties is ingested into a central repository harmonizing data into a unified data model.
- Rules:** Eligibility and determination rules for TRACE are applied in real time along with client specific business rules to understand the trading activity before reporting to the regulator. Giving granular control over the reporting activity to operations and compliance teams. Rules for affiliates or dissemination can be applied at this point.
- Processing:** The application will intelligently apply matching criteria between the client data source(s) for TRACE eligible Securities and TRACE and makes use of alleges from counterparties . This not only allows real time reconciliation to ensure what has been received has been acknowledged and accepted at TRACE but also to highlight any exceptions that could lead to violations or late reporting.
- Reporting:** Inforalgo's low latency FIX adapter sends FIX messages using the latest specifications. Reports and analytics then provide insight into activity for late, matched/unmatched, rejects, end of day statistical analysis that provide evidence to the regulatory of supervisory controls being in place.

CLIENT LOCATION: **GLOBAL**

TRADING: **CORPORATES, AGENCIES, SECURITIZED PRODUCTS AND US TREASURIES**

REPORTING: **REAL TIME 15 MINUTES (FIX)**

