Matched Maturity Funding

### Concept

* Real-time, one-to-one matching of trades with funding.
* Each trade generates an internal loan/deposit with **matching maturity and cashflow profile.**
* Priced off the FTP Curve
  + ()

### Example - Bond Purchase

1. Trader buys **R 100 mil SA Gov Bond, maturity**
2. To pay the seller, GTSY provides R 100 M loan with maturity.
3. FTP Rate = 10Y swap + liquidity premium (say 9%)
4. Bonds Desk reconds:
   * Asset: R 100 m bond
   * Liability: R 100 m FTP loan at 9%

→ The Desk can only make money if the bond **return is greater** than 9%.

### **Term / Matched Maturity Funding**

In addition to overnight balances, RMB uses **term funding**:

* **GM (Global Markets):**
  + Term trades manually booked in Murex using mirror deal functionality.
  + Ensures GTSY portfolio has matched but opposite position.
  + FTP rate applied.
* **IBD / TTS (ZAR):**
  + Term trades booked directly in Chameleon, mirrored to GTSY.
* **IBD / TTS (Foreign Currency):**
  + Moving towards using Murex mirror deals.



Current gap:

FTP rates captured, but **components (base vs Liquidity Premium) not split**.

### When it runs

Types of Funding > ^70b973