# test2



#### ACCOUNTING TREATMENT

**FX Outright - Base - With TDate** 

Overview i. Foreign Exchange outright transaction revalued at period and using market spot rates.

ii. Settlement amounts are journalled to FRX: Deals Payables or Receivables accounts in the general ledger.

#### TRANSACTION DETAILS

**Accounting Base Ccy** 

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Trade ID	FRX1001
Trade Date	25-Mar-03
Value Date	3-Apr-03
Transaction	Sell GBP
Against Currency Settlement	SGD
Buy Amount	SGD 2,550,000.00
Sell Amount	GBP 1,000,000.00

SGD

ID	Date	Description
J1	25-Mar-03	Trade Date
J2	25-Mar-03	Trade Date
J3	31-Mar-03	Month end revaluation
J4	1-Apr-03	Reversal of Month end revaluation
J5	3-Apr-03	Settlement of Trade
J6	3-Apr-03	Settlement of Trade
J7	31-Mar-03	Month End Revaluation (Manual Update of MTM)

### J1 Trade Date

TradeID	Post Date	В/Р	Account	Ссу	Ccy Amt D/(CR)	Rate Ba	se Base Amt D/(CR)	Line
FRX1001	25-Mar-03	BS	FRX : Deals Receivables	SGD	2,550,000.00	1.000000 SG	SD 2,550,000.00	J1a
FRX1001	25-Mar-03	BS	FX Cash Clearing Account	SGD	-2,550,000.00	1.000000 SG	GD -2,550,000.00	J1b
				SGD	0.00	SG	SD 0.00	

#### J2 Trade Date

TradeID	Post Date	B/P Account	Ccy	Ccy Amt D/(CR)	Rate Base	Base Amt D/(CR)	Line
FRX1001	25-Mar-03	BS FRX : Deals Payables	GBP	-1,000,000.00	2.550000 SGD	-2,550,000.00	J2a
FRX1001	25-Mar-03	BS FX Cash Clearing Account	GBP	1,000,000.00	2.550000 SGD	2,550,000.00	J2b
			GBP	0.00	SGD	0.00	

Note J2a: The exchange rate on trade date is 2.550000 (Contract rate).

### J3 Month end revaluation

TradeID	Post Date	B/P Account	Ссу	Ccy Amt D/(CR)	Rate	Base	Base Amt D/(CR)	Line
FRX1001	31-Mar-03	BS FRX : Deal Payables	GBP	0.00	0.000000	SGD	42,250.00	J3a
FRX1001	31-Mar-03	PL FX - Unrealised Gains - FX Trade	GBP	0.00	0.000000	SGD	-42,250.00	J3b
			GBP	0.00		SGD	0.00	

## Note J3b: The FX revaluation Profit/Loss is analysed as follows:

Trade ID	Market Rate	Contract Rate	Non Base Amt	Profit/(Losses)
FRX1001	2.507750	2.550000	-1,000,000.00	42,250.00
			Net P/L	42,250.00

Market Rate is exchange rate on 31-Mar-03. See Exchange Rates below.

MTM can also be updated manually in the system for a FX trade. If the MTM is manually updated, please see J7 for the journals generated.