

BUILT FOR DERIVATIVES

Allegro's software platform contains a fully integrated and automated hedge solution that enables users to take a more proactive approach to hedge management and accounting. With Allegro, users will find that they have a controlled environment at every level of the organization, from establishing a hedge to disclosure reporting, which reduces the risk of errors and the potential for accounting restatements, while lowering the employee effort directed toward time-consuming tasks.

For derivative traders, the commodity markets don't allow for wasted time. Allegro knows this, and that's why it provides a modern, adaptable and powerful method for tracking, marking and settling financial positions and hedges. Along with trade confirmation, mark-to-market analysis and settlement functionality, Allegro's commodity trading and risk management solution also provides contract-to-cash business process management for financial transactions, both within and across commodity classes.

Additionally, Allegro's derivative capabilities support users' compliance with the most recent global regulatory accounting standards and offer advanced tools for analysis and reporting, mitigating the complexity associated with hedge accounting and fair value disclosure requirements.

But Allegro doesn't stop there. It also serves as a center for strategy modeling, monitoring and back-testing. With the ability to perform deep and detailed hedge analysis, Allegro customers gain the control, accuracy, timeliness and security they need to certify financial reports with confidence.



THE BUSINESS CHALLENGE

Financial professionals conducting transactions in the futures, swaps and options markets have to manage their business competently and confidently. When the right systems aren't in place, handling data from exchanges, brokers and over-the-counter trading agreements using manual entry is both time-consuming and risky. Ultimately, that means the ability capture profits or to limit losses may be significantly curtailed.

Companies always have to balance their desire to mitigate earnings volatility with the onerous compliance requirements that accompany hedging. To alleviate complexity and risk, they need the appropriate tools to analyze their hedges, first to determine if they meet the requirements for hedge accounting, and then to achieve compliance with the numerous U.S. and international regulatory requirements. Clearly, handling this can be extraordinarily complicated and prone to inaccuracy without a powerful, adaptable reporting system that's made for the job.



THE ALLEGRO SOLUTION

Allegro is such a system. With Allegro, users will have a set of analytical tools for helping measure the effectiveness of past and future hedging strategies, allowing for the management of costly and tedious tasks that must be performed for hedge accounting documentation and reporting.

The Allegro commodity trading and risk management software platform is designed so that traders and their managers have the flexibility to customize dashboard views and reports with live market information. Allegro's grid management technology allows computer resources to be scaled dynamically, providing the capability to perform intensive calculations and strategy modeling. As a result, users can make the right decisions as new information arrives.

By employing Allegro, derivative traders can identify changing conditions and establish trades with an eye toward achieving superior performance, faster and more effectively than ever.

KEY BENEFITS OF ALLEGRO



To perform at their peak, traders should be able to monitor market changes, new transactions and their overall portfolio position within a single screen, while simultaneously running what-if scenarios and identifying money-making opportunities. That's why Allegro is built as it is - to provide the functionality that makes what is inherently complex into something much simpler. Allegro is meant to provide visibility across an organization's front, middle and back office, and when complicated markets are involved, it's critical to have complete visibility.

AMONG THE ADVANTAGES OF ALLEGRO ARE:

Ability to properly identify and apply appropriate measurement standards and generate the required compliance documentation for financial and derivative instruments

Currency management, which enables the appropriate accounting treatment for currencies and derivative instruments, thereby assisting companies in hedging their foreign currency exposure

Interest rate management that ensures the correct accounting procedures for interest rate instruments, which helps with hedging rate exposure

Assessment of fair value risk levels, application of appropriate fair value measurement standards and generation of required compliance documentation

Fair value option management and generation of related compliance information

Analysis of the impact that various financial instruments have on a company's overall financial position