

FEDERAL RESERVE BANK OF NEW YORK

NEW YORK, N.Y. 10045-0001

AREA CODE 212-720-5000

Question and Answer Document Semi-Annual Foreign Exchange Volume Survey

- Q. If a Dealer A in New York prices a foreign exchange transaction with another dealer also located in New York, but the trade is booked in Europe, should this transaction be reported on the Survey?
- A. No. The criteria for reporting each contract is the location of the pricing of the transaction, not the booking office.
- Q. If a dealer in New York enters into a transaction with a dealer who is located in Canada, does this transaction get reported?
- A. Yes. Transactions between all North America entities are reported.
- Q. How should non-North American offices of Reporting Dealers be reported?
- A. Only the offices of Survey participants located in North America should be reported as Reporting Dealers. Trades with non-North American offices of Survey participants should be reported as Other Dealers.
- Q. Are CLS trades reportable?
- A. Trades cleared through CLS are reported on a gross basis if they are priced from a North American office. However, since CLS payments are made on a net basis the CLS can not be used as a source for completing the survey.
- Q. Are retail trades priced off of a daily rate sheet reportable?
- A. All reportable trades regardless of their size should be reported.
- Q. Is the maturity calculated using calendar days or business days?
- A. Calendar days.
- Q. If an in-the-money option position is executed, is the execution of the option reported?
- A. No. The delivery of currency through options is excluded from the report.

- Q. Should transactions with a reporting dealer acting as agent for a customer of its prime brokerage be reported opposite the reporting dealer or opposite the sector of the customer?
- A. Counterparties should be reported opposite the sector of the direct counterparty, whether acting as principal or agent. In this example, report the counterparty to the trade as a reporting dealer.