

Managing Currency Risk - FX Products

There are different FX products available to help you manage your currency risk.
This is a simple comparison of the main features:

	Removes currency fluctuation	No upfront cost	Known worst case	Known best case	Flexibility to reprice
Spot	✗	✓	✗	✗	✓
Forward	✗	✓	✓	✓	✗
Option	✓	✗	✓	✓	✓

You should consider the following questions:

- ▶ What level of currency volatility can your business tolerate?
- ▶ Do you favour flexibility or control?
- ▶ Do you need a range of solutions for different situations?

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