

QUESTIONS AND ANSWERS

TRE21103 - PUBLIC FUNDS INVESTMENT CUSTODY SERVICES

1. The following question is a general reporting question and not related to a specific question or section of the RFP. Do you anticipate continuation of the monthly custom report which provides tax cost, total cash earnings (traded), cash earnings net of fees, market rate of returns and book rate of returns for each individual account held by Delaware State Treasury?

Answer: Yes – this is a key document used by both OST staff and OST’s investment advisor.

2. Are derivatives monitoring, risk control and compliance check services provided to any clients? Furnish three (3) client references currently using this service. Are you requesting three (3) references that trade derivatives or are you requesting references that trade derivatives and use compliance to monitor them?

Answer: Primarily, OST is interested in vendor’s risk control and compliance check services for similar public funds clients. Compliance and risk monitoring service references should not be limited to clients that engage in derivatives trading. OST would be interested in at least one reference that does trade derivatives and uses the compliance monitoring services to track their utilization.