

SAFA FOREIGN EXCHANGE HEDGING SERVICE

THE FACILITY

The SAFA foreign exchange hedging service allows clients to enter into contracts for spot and forward foreign exchange cover, in order to fix their foreign exchange exposures.

SUITABILITY

Pursuant to Treasurer's Instruction 23 (Management of Foreign Currency Exposures), public authorities are required to obtain forward cover for the acquisition of goods or services that is expected to give rise to a foreign currency exposure exceeding the equivalent of A\$250,000.

Clients with foreign currency exposures less than A\$250,000 may still choose to hedge their exposures and can utilise SAFA's foreign exchange hedging service.

Clients that are not public authorities are not bound by the Treasurer's Instructions, but may still utilise SAFA's foreign exchange hedging service.

SAFA can assist clients in assessing their foreign exchange exposures and in implementing an appropriate strategy to manage these exposures

COSTS AND CHARGES

SAFA charges no fee or margin for executing foreign exchange cover for clients. SAFA is able to obtain wholesale foreign exchange rates from financial institutions, and passes these rates directly through to the client.

To negotiate a foreign exchange transaction, call SAFA's Treasury Services team on (08) 8226 9441



**Government of
South Australia**

SAFA
South Australian Government
Financing Authority