Money Market

Kiran Jr.

=> Dirty price = $\boxed{\text{clean price} + \text{Interest Accrued}}$

=> Start proceed (F.Leg) =

$$\text{Nominal value} \times \frac{\text{Dirty price}}{100} \times \frac{100 - \text{initial margin}}{100}$$

=> Second leg Repayment at maturity =

$$\text{Start proceed} \times \left(1 + \text{repo rate} \times \frac{\text{no. of days}}{360}\right)$$