AIG Email between Neil Wright Andrew Forster regarding idea

Neil Wright

https://elischolar.library.yale.edu/ypfs-documents/5312
Idea

If we had a whole load of swaps where we are posting collateral to good counterparties (eg. Eib/freddie mac/ge etc) it may be that the terms of your isda/csa with those counterparties may be different to ours (or your exposures right way) so that you could intermediate these swaps, wipe out the need to post us any collateral at all as the two positions would offset and not have to post on the swaps you take on.

Worth a look to see if this might be the case? If we could eliminate the exposures arguments about pricing may be less urgent?