An SEC filing by GAIN Capital has revealed that the company has made patent and software acquisitions from Valaquenta and Forexster through its indirect subsidiary, GTX Bermuda, on the 10th of July. The firm paid $12.4 million in cash for the acquisition of a patent granted to Valaquenta Intellectual Properties all the way back in 2003, meanwhile to finance the deal with Forexster, GAIN issued 861,935 shares of its common stock.

When GAIN Capital launched its GTX ECN solution back in the beginning of 2010, the firm tapped the platform technology from the Bermuda-based company Forexster, which was founded by former manager of Valaquenta Capital hedge fund, Arman Glodjo, back in 2001. GAIN Capital has obtained further exclusive rights to use the software and the patent held by Valaquenta Intellectual Properties for Forex trading, in addition to non-exclusive rights for trading financial instruments related to precious metals and hydrocarbons.

The patent is for a global trading electronic trading system and was invented by Nathan Bronson, Arman Glodjo and Scott Harrington. Back in 2001, running three hedge funds, Mr. Glodjo and Campbell Harvey were engaged in developing a solution which aimed to bring client-to-client trading to the foreign exchange market in a similar way to a peer-to-peer network.

According to the agreement with Valaquenta, GTX Bermuda has agreed to pay an additional contingent payment, in the event GTX Bermuda or affiliated parties provide any of its customers with the tools to trade new types of financial instruments while using the same patent. This latter point is conditional on crossing a certain “net revenue” threshold which has not been disclosed in the company’s statement.

Lately, the institutional business of GAIN has not been suffering as much as the retail side throughout the period of low FX volatility. With some expected pick up around the corner as the FED is preparing to end its quantitative easing program, the firm is solidifying its GTX offering through further guaranteeing exclusivity for its offering.
Related posts:

- Exclusive: Q2 2014 US Profitability Report, OANDA and FXCM Knock off IB
- After a Record Low FX Volatility in the First Half of 2014, What Lies Ahead?
- FXCM’s Retail Volume Dips 3% in June, as Institutional Figures Rocket Higher by 22%

More information on this subject is found in the latest Forex Magnates Quarterly Report

Recent Posts

- Moscow Exchange Bond & Equity Markets Halt Trading For Almost Two Hours
- CME Group Acquires GFI Group’s OTC Energy, FX Futures and Options Tech
- Confisio & Traiana Partner with Dion Global to Launch Collateral Valuation
- YJFX Named Best Japanese Broker in Forex Magnates’ Tokyo Summit 2014 Awards
- AvaTrade Acquires Australian Customer Book of YouTradeFX

Popular Posts

- Is it Worthy? IronFX Pays Nearly 3 Million Euros to Sponsor FC Barcelona
- Dozens Fired from cTrader Due to Restructuring, Company Says
- MetaQuotes Releases Build 600: Marketplaces, MT5 and Regulation in the Balance
- Exclusive: Nikos Antoniades Takes over at the Helm at easy-forex from Michael Konnaris
- If You Can’t Join Them, Beat Them! Looking for the Next Big Thing
Recent Comments

- **Lachlan** on Advanced Markets Adds Spot Crude Oil, Russian Ruble and Thai Baht
  - Hi Jon, Thanks for your questions. Advanced [...])

- **Jon** on Hong Kong Listed Broker Gets Monetary Penalty for Misleading Advertisement
  - Gold is indeed volatile. Are you referring to [...]"

- **Jeff** on NFA Slams the Door on ILQ on Its Way out from the US with Massive Fine
  - @Sam, hahaha.

- **Sam** on NFA Slams the Door on ILQ on Its Way out from the US with Massive Fine
  - in a year or so NFA will merge with FXCM and [...]"

Forex Research

- **Forex Industry Quarterly Report**
  - Q2 2014
  - Q1 2014
  - Q4 2013
  - Q3 2013

Previous Reports

- **Specialized Forex Research**
  - Russia Forex Country Report
  - Latin America Forex Report
  - Eastern Europe Country Reports
  - China Forex Country Report
  - Greece Forex Country Report
  - Turkey Forex Country Report

More Expert Articles

- **Binary Options – Gambling?**
  - Whether Binary Options are gambling is a question asked far and wide, asked by traders, brokers, regulators, and other interested parties - so let's settle...

- **In Lean Times, Which Marketing Tactics Are Necessary For Brokers?**
  - When volumes are down, a lot of brokers stop spending on marketing. It makes some sense because when volumes are down, volatility is down, however...

- **EMIR Q&A – Necessity Or Tool For Clarification?**
  - Legislation would be even more verbose if it needed to include all of the practical advice, which firms need to develop an implementation plan. The...

More Digital Currencies

- **Bug Bounties Pay as CrowdCurity Scores $1M in Tim Draper Led Venture Funding Round**
  - In January, Forex Magnates covered web security firm CrowdCurity. Following traction of their offering, CrowdCurity has announced that they have received $1 million in a...

- **Bitcoin ATM in New Zealand shut down after operator rejected for banking services**
  - A two-way Bitcoin ATM in Auckland, New Zealand was unexpectedly shut down by its operator, Bitcoin Central, after the latter was unable to secure banking...

- **After move into Japan, Atlas ATS expands to Europe**
  - Bitcoin exchange platform provider Atlas ATS is expanding to Europe, partnering with Spain-based Recol Pro, a Bitcoin ATM and exchange provider. The partnership forms its...

Advertisement

- **Monetary Penalty for Misleading Advanced Markets Adds Spot Crude Oil, Russian Ruble and Thai Baht**
  - Advanced [...]"

- **Hong Kong Listed Broker Gets Monetary Penalty for Misleading Advertisement**
  - Gold is indeed volatile. Are you referring to [...]"

- **NFA Slams the Door on ILQ on Its Way out from the US with Massive Fine**
  - @Sam, hahaha.

- **IG Opens API to Public Development, Launches IG Labs**
  - IG Group has been busy today as earlier they released the Full Year financial results to the public. Following the earlier news, they are also now launching IG Labs live today. IG Labs is a developer portal providing access to ...

More Startups & New Products

- **Advanced Markets Adds Spot Crude Oil, Russian Ruble and Thai Baht**
  - Hi Jon, Thanks for your questions. Advanced [...]"

- **Hong Kong Listed Broker Gets Monetary Penalty for Misleading Advertisement**
  - Gold is indeed volatile. Are you referring to [...]"

- **NFA Slams the Door on ILQ on Its Way out from the US with Massive Fine**
  - @Sam, hahaha.

- **IG Opens API to Public Development, Launches IG Labs**
  - IG Group has been busy today as earlier they released the Full Year financial results to the public. Following the earlier news, they are also now launching IG Labs live today. IG Labs is a developer portal providing access to ...

Note: Copyright © 2014 Forex Magnates. All rights reserved.