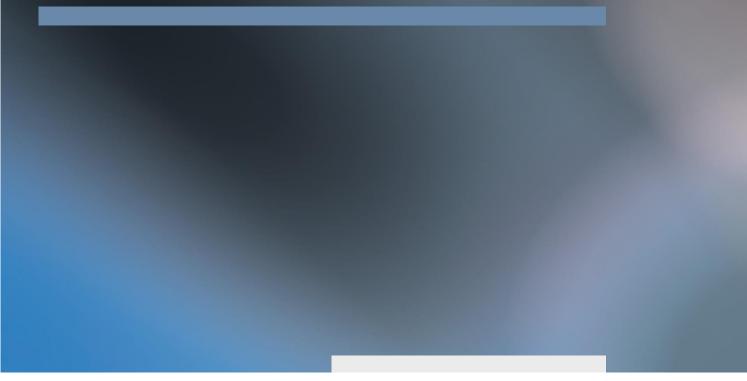
Guide for MIFID2 Market Makers on Italian equity markets and IDEM Equity



May 2019

Equity Markets

Quoting obligation	Continuous trading only
Quoting obligation	
Daily compliance rate	50%
Quote vs. Order	Quotes and/or standard orders
Obligations during normal market conditions	Maximum spreadMinimum quantityComparable size
Maximum spread	 The calculation of the spread compares bid and ask Volume-Weighted-Average-Spread taking into consideration all market maker's quotes and/or orders, considering them up to the quantity corresponding to the minimum obligation The value of the maximum spread is defined in the <u>Guide to</u> <u>the Parameters</u> per each market/segment
Minimum quantity	 It is calculated by summing up all of the market maker's quotes and/or orders visible quantities, considering them up to the quantity corresponding to the minimum obligation The value of the minimum quantity is defined in the <u>Guide to the Parameters</u> per each market/segment
Comparable size	 It is calculated by summing up all of the market maker's quotes and/or orders visible quantities, considering them up to the quantity corresponding to the minimum obligation Max (Total Buy Quantity, Total Sell Quantity) = Max Min (Total Buy Quantity, Total Sell Quantity) = Min If (Min < (Max / 2)) then test has failed
Stressed market conditions obligations	 Agreement: regular obligations Scheme: reduced obligations (spread obligation is doubled and size obligation is reduced by 50%)

IDEM Equity

Quoting obligation	Continuous trading only
Daily compliance rate	50%
Quote vs. Order	Quotes and/or standard orders
Obligations during normal market conditions	Maximum spreadMinimum quantityComparable size
Maximum spread	 The calculation of the spread compares bid and ask Volume-Weighted-Average-Spread taking into consideration all market maker's quotes and/or orders, considering them up to the quantity corresponding to the minimum obligation The value of the maximum spread is defined in the <u>Instructions accompanying the Rules of the Markets</u> organised and managed by Borsa Italiana per each contract
Minimum quantity	 It is calculated by summing up all of the market maker's quotes and/or orders visible quantities, considering them up to the quantity corresponding to the minimum obligation The value of the minimum quantity is defined in the <u>Instructions accompanying the Rules of the Markets</u> <u>organised and managed by Borsa Italiana</u> per each contract
Comparable size	 It is calculated by summing up all of the market maker's quotes and/or orders visible quantities, considering them up to the quantity corresponding to the minimum obligation Max (Total Buy Quantity, Total Sell Quantity) = Max Min (Total Buy Quantity, Total Sell Quantity) = Min If (Min < (Max / 2)) then test has failed
Stressed market conditions obligations	 Agreement: regular obligations Scheme: reduced obligations (spread obligation is doubled and size obligation is reduced by 50%)

Borsa Italiana

Contacts

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For technology related questions, please contact the **Client Technology Services** at <u>Clients-services@borsaitaliana.it</u>

References

Market Makers Performance Report Service

Member Portal

<u>Rules</u>

Instructions

Guide to the Parameters

Bit EQ MTF

AIM Italia

Price List

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