

iSwap Euro BV SEF/MTF Fee Structures and Incentives

Applicable from ~~4 May~~ 1 June 2021

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INTRODUCTION

1.1. General

The fees payable by a Venue User will be calculated monthly in arrears and are payable upon presentation of an invoice. For further details on payment of fees please refer to the iSwap Euro B.V. Terms of business on our website: <https://regulatory.tpicap.com/icap/uk/iswapmtf>

Venue Users are responsible for the payment of any applicable taxes and charges of any public agency or authority, including without limitation any financial transactions tax or value added tax.

1.2. Execution Fees

Transactions arranged within the venue will be subject to an execution fee, as specified for the relevant product in ~~the accompanying Appendix~~ [1.7 Execution Fees](#) for each market segment of the Venue.

1.3. Discounts/Incentives

If the execution fees incurred by a Venue User exceed the discount thresholds specified for the relevant product in ~~Appendix~~ [1.8 Discount Structure](#), then the discounts shown shall be applied to the execution fees payable by the Venue User in the relevant month.

1.4. Co-Location

Operator has outsourced the hosting of its servers to Equinix UK. The iSwap [SEF](#) / MTF does not offer co-location services to platform Participants.

ISWAP SEF/MTF

1.5. Tradable Instruments

Trading is permitted in the IRD Segment in the following Tradable Instruments:

Financial Instruments	Parameters
Interest Rate Swap	Fixed/Floating,
Single Currency Basis Swap	GBP: Floating/Floating Single Ccy Basis, EUR: Traded as Two Fixed/Floating Swaps
FRA	Forward Rate Agreements
Overnight Index Swap	Overnight Index Swaps

Trading is permitted in the IRD Segment in the following types of Transactions (including Package Transactions):

Transaction Types	Parameters (where applicable)
Outright	A Transaction in a single interest rate instrument from the list of Tradable Instruments above (" Interest Rate Products ")
Curve Spread	A Transaction in two Interest Rate Products of differing tenors
Basis Spread	A Transaction in two Interest Rate Products of the same tenor
Butterfly	A Transaction in three Interest Rate Products of differing tenors
Interest Rate Swap & Future Strategies	An interest Rate Product transacted as a package with a futures instrument transaction

1.9. Market Maker Programme Criteria

(Added) Programme	Maker Programme	Programme Instrument	Bid/Offer spread (b.p)	Size (longer leg of spread)	Discount to Headline Rate
Market Maker Programme 1 (MMP1)					37.5% (0.000125% pa)
		A-EUR 2Y	0.45bp	100m	
		A-EUR 5Y	0.5bp	50m	
		A-EUR 10Y	0.5bp	25m	
After € 5,000,000,000 10Y CLOB equivalent notional traded in a month					50% (0.0001% pa) on trades transacted after the volume threshold
Market Maker Programme 2 (MMP2)					50% (0.0001%)
		A-EUR 2Y	0.45bp	100m	
		A-EUR 5Y	0.5bp	50m	
		A-EUR 10Y	0.5bp	25m	
		A-EUR 5Y Spot Bobl.soft* ("5Y Gadget")	0.5bp	50m	
		A-EUR 10Y Spot Bund.soft* ("10Y Gadget")	0.5bp	25m	
		A-EUR 5Y-10Y.sp	0.6bp	25m	
		A-EUR 10Y-30Y.sp	1.0bp	10m	
		A-EUR 7Y* (alternative to 5Y Gadget)	0.5bp	35m	
		A-EUR 30Y* (alternative to 10Y Gadget)	1.0bp	10m	

*Under MMP2 a market maker may replace both 5Y and 10Y Gadget with both A-EUR 7Y and A-EUR 30Y as alternatives. For the purposes of the API discount, Market Makers who quote all 9 MMP2 instruments, their highest 7 ranked instruments will be taken into account.

Market Makers qualifying for MMP2 will also be ranked according to three equally weighted criteria:

- Percentage of Monitored Trading day at Top of Book;
- = Percentage of Monitored Trading Day when quote compliance is achieved;
- Average bid/offer spread when quote compliance is achieved.
- =

A rank will be calculated for each MMP2 instrument, and then one overall rank across the top 7 instruments quoted. A rank tie will be resolved by Percentage of Monitored Trading Day at Top of Book.

The number one overall ranked Qualifying Market Maker receives a 100% discount on their API Data license fee for that month. The second qualifying Market Maker will receive a 50% discount.

A Market Maker will be deemed to have met the qualifying Bid/Offer spread for any Programme Instrument if either its Bid or Offer is at the best price level, so long as the aggregate iSwap orderbook Bid/Offer spread in the Programme instrument at that time is no greater than the qualifying Bid/Offer Spread.

A Participant will not qualify as compliant with the Programme Eligibility Criteria if utilising an algorithmic "follow" routine which largely applies a simple arithmetical spread to the existing aggregate bid offer values available on the Programme Instruments, in order to achieve programme compliance.

Monitored Trading Day is 9am – 6pm Central European time.