



An ICAP group company

<u>Version</u>	<u>Effective Date</u>	<u>Sections Changed</u>	<u>Summary Changes</u>	<u>Owner</u>
<u>V2.6</u>	<u>July 2022</u>	<u>1.9 MMP Criteria</u>	<u>Addition of volatile market Spreads for EUR MMP</u>	<u>CCO</u>

iSwap Euro BV SEF/MTF Fee Structures and Incentives

Applicable from 1 July ~~2021~~2022

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INTRODUCTION

1.1. General

The fees payable by a Vvenue 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/iswapmtfhttps://tpicap.com/regulatory-hub/iswap-euro-mtf-sef>

Venue Uusers 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 1.7 Execution Fees for each market segment of the Vvenue.

1.3. Discounts/Incentives

If the execution fees incurred by a Vvenue User exceed the discount thresholds specified for the relevant product in 1.8 Discount Structure, then the discounts shown shall be applied to the execution fees payable by the Vvenue User in the relevant month.

1.4. Co-Location

Operator has outsourced the hosting of its servers to Equinix UK. The iSwap ~~SEF~~/EU MTF/SEFVenue 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

1.6. Access Fees

Category	Monthly Fee	Eligible Products	Additional Information
Member Participant - i-Swap Front End GUI User	N/A	All electronic products	Entitles access for up to 15 Authorised Traders through the i-Swap Front End GUI.
Member Participant - Application Programming Interface ("API") Full Usage <u>including</u> right to derive from data	EUR 15,000 (from March 1st 2018)	All electronic products	Entitles connection via an API. Usage of data is subject to i-Swap Euro-BV-MTF Market Data Licence (Derive from API data). Under this agreement, data from the API may be aggregated and used to create Derived data for redistribution internally to authorised Member Participant users. Data may also be commingled with data from other sources. For a full description please see Market Data Licence. Fee entitles up to 75 Authorised Traders within a Member Participant. Minimum Fee offset against net brokerage paid to i-Swap Euro-BV within the calendar month by Member Participant
Member Participant - Application Programming Interface ("API") Full Usage <u>excluding</u> right to derive from data	EUR 7,500 (from March 1st 2018)	All electronic products	Entitles connection via an API. Usage of data is subject to i-Swap Euro-BV-MTF Market Data Licence (commingle API data). Under this agreement, data from the API may be commingled with other data, however, it may not be used to create Derived data, except for the purposes of trading on the i-Swap Euro-platformVenue . For a full description please see Market Data Licence Fee entitles up to 75 Authorised Traders within a Member Participant. Minimum Fee offset against net brokerage paid to i-Swap Euro-BV within the calendar month by Member Participant
Member Participant - Application Programming Interface ("API") access for the purposes of Liquidity Provision to the Targeted Streaming Market	N/A	Targeted Streaming Market	Connection via an API for the purposes of Liquidity Provision on the Targeted Streaming Market. Entitles up to 20 Authorised Traders within a Member Participant.
Member Participant - Application Programming Interface ("API") access for the purposes of Trade Straight Through Processing	N/A	All electronic products	Connection via an API for the purposes of Trade Straight Through Processing. Entitles up to 5 of Authorised STP logins within a Member Participant.

Category	Monthly Fee	Eligible Products	Additional Information
Member Participant - Application Programming Interface ("API") Full Usage excluding right to derive from data for GBP market	N/A	GBP electronic products	<p>Connection via an API. Usage of data is subject to i-Swap Euro BV MTF Market Data Licence. Under this agreement, data from the API may be aggregated. However, it may not be used to create Derived data, except for the purposes of trading on the i-Swap Euro platform. For a full description please see Market Data Licence</p> <p>Entitles up to 20 Authorised Traders within a Member Participant.</p>
Broker Participant - Application Programming Interface ("API") Orderbook access, Full Usage including right to derive from data	EUR 35,000	All electronic orderbook products	<p>Connection via an API. Usage of data is subject to i-Swap Euro BV MTF Market Data Licence (Derive from API data). Under this agreement, data from the API may be aggregated and used to create Derived data for redistribution internally to authorised Broker Participant users. Data may also be commingled with data from other sources. For a full description please see Market Data Licence.</p> <p>Fee entitles access for up to 50 active Authorised Brokers through the i-Swap Front End GUI.</p>
Broker Participant with Application Programming Interface ("API") Orderbook access, requiring processing of Future Cross transactions to the relevant exchange.	EUR 15,000	All Future Cross Products	<p>Fee permits unlimited use of the iSwap Euro EU MTF Future Cross processing facility in eligible instruments for up to 100 Authorised Brokers. An additional one-time technology set up fee may be applicable for additional exchanges other than Eurex. Minimum Broker participation period 1 year.</p>

1.7. Execution Fees

Product	Currency	Business Rate	Measure	Trade Execution Fee Calculation Methodology
FIXED/FLOATING SWAP , Swap v Futures Cross and EONIA - Orderbook Market	EUR	0.0002	% pa	Brokerage will be charged at the headline rate. For Basis, Brokerage will be charged at the headline rate on one leg only, with the remaining leg being nett of brokerage (Zero Brokerage). Calculation method for Spread and Butterfly trades detailed below. Member Participant (API) 25% discount applied to FIXED/FLOATING SWAP Orderbook Market (0.00015)
Single Currency Basis Swap (as two swaps) - Orderbook Market	EUR	0.0001	% pa	
FIXED/FLOATING SWAP , Swap v Futures Cross and Basis - Targeted Streaming Market	EUR	0.0001	% pa	
FIXED/FLOATING SWAP—Orderbook Market	GBP	0.0003	% pa	Brokerage will be charged at the headline rate. Calculation method for Spread and Butterfly trades detailed below.
OVERNIGHT INDEX SWAP—Orderbook Market	GBP	0.0003	% pa	
FLOATING/FLOATING SWAP—Orderbook Market Single Currency Basis	GBP	0.0003	% pa	
FIXED/FLOATING SWAP—Orderbook Market Future Yield Spread instrument	GBP	0.00015	% pa	Brokerage will be charged at the headline rate.
OVERNIGHT INDEX SWAP—Orderbook Market Future Yield Spread Instrument	GBP	0.00015	% pa	Brokerage will be charged at the headline rate.

Trade Execution Fees for Strategy Trades (Note C)

Spread Trades

Pay on the lower notional on the gap using the standard IRS Rate

Bro Rate	Headline IRS RATE as detailed above
Amount	Longer Duration Leg Notional
Swap Rate	Longer Duration Leg
Tenor	Gap Between Near/Far
NPV	No NPV

Butterfly Trades

Butterflies will be charged at the sum of two spreads (using ½ the notional of the body for consideration in each spread)

1.8. Discount Structure

Monthly EUR discount is applied based upon the following thresholds, with the 10 year equivalent notional of each trade considered. This will include all legs of Spreads and Butterflies, and trades in the Targeted Streaming market.

Threshold	Discount	Equivalent Rate
€ 0 – 5,000,000,000 <i>10 year equivalent notional traded</i>	No Discount	0.0002% p.a. Member Participant API 0.00015% p.a.
€ 5,000,000,001 – 10,000,000,000 <i>10 year equivalent notional traded</i>	25% Discount on Orderbook Trades	0.00015% p.a.
>€10,000,000,00 0 <i>10 year equivalent notional traded</i>	50% Discount on Orderbook Trades This will be the discount floor	0.0001% p.a.
-	-	-

Monthly GBP discount is applied based upon the following thresholds, with the 10 year equivalent notional of each trade considered. This will include all legs of Spreads and Butterflies. The Rate Floor for Futures Yield Spread Instrument is 0.00015% p.a.

Threshold	Discount	Equivalent Rate
£ 0 – 500,000,000 <i>10 year equivalent notional traded</i>	No Discount	0.00030% p.a.
£500,000,001– 1,000,000,000 <i>10 year equivalent notional traded</i>	17% Discount	0.00025% p.a.
> £1,000,000,000 <i>10 year equivalent notional traded</i>	33% Discount This will be the discount floor	0.00020% p.a.

1.9. Euro Market Maker Programme Criteria

Market 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	

Programme Instrument	Bid/Offer spread (b.p)	Size (longer leg of spread)	Discount to Headline Rate	Volatile Market Bid/Offer spread (b.p)
Market Maker Programme 1 (MMP1)			37.5% (0.000125% pa)	
A-EUR 2Y	0.45bp	100m		1.0bp
A-EUR 5Y	0.5bp	50m		1.0bp
A-EUR 10Y	0.5bp	25m		1.0bp
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		1.0bp
A-EUR 5Y	0.5bp	50m		1.0bp
A-EUR 10Y	0.5bp	25m		1.0bp
A-EUR 5Y Spot Bobl.soft* ("5Y Gadget")	0.5bp	50m		1.0bp
A-EUR 10Y Spot Bund.soft* ("10Y Gadget")	0.5bp	25m		1.0bp
A-EUR 5Y-10Y.sp	0.6bp	25m		1.0bp
A-EUR 10Y-30Y.sp	1.0bp	10m		1.5bp
A-EUR 7Y* (alternative to 5Y Gadget)	0.5bp	35m		1.0bp
A-EUR 30Y* (alternative to 10Y Gadget)	1.0bp	10m		1.5bp

*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 shall provide the Order Book with an Executable Price Stream for at least 70% of the Monitored Trading Day, averaged over each calendar month, or 50% in a month where the Operator has declared a volatile market.

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



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- 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, ~~based on the above criteria~~ 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.

GBP Market Maker Programme Criteria

Market Maker Programme	Programme Instrument	Bid/Offer spread (b.p)	Size (longer leg of spread)	Discount
GBP Market Maker Programme 1 (GMMP1)				100% (0.0% pa) on all Direct GBP OVERNIGHT INDEX SWAP Transactions <= 1Y maturity
	A-GBPOIS 1M	1.0bp	500m	
	A-GBPOIS 3M	1.0bp	300m	
	A-GBPOIS 6M	1.0bp	150m	
GBP Market Maker Programme 2 (GMMP2)				50% (0.00015%) discount on all direct GBP FIXED/FLOATING SWAP and FLOATING/FLOATING SWAP Orderbook Trades **
	A-GBP 2Y	1.0bp	50m	
	A-GBP 5Y	1.0bp	20m	
	A-GBP 10Y	1.0bp	10m	
	A-GBP 10Y-30Y.sp	1.5bp	5m	
GBP Market Maker Programme 3 (GMMP3)				50% (0.00015%) discount on all direct GBP OVERNIGHT INDEX SWAP Transactions > 1Y Maturity **
	A-GBPOIS 2Y	1.0bp	50m	
	A-GBPOIS 5Y	1.0bp	20m	
	A-GBPOIS 10Y	1.0bp	10m	
	A-GBPOIS 10Y-30Y.sp	1.5bp	5m	

Market Makers may sign up to any or all the available Market Making Programmes: GMMP1, GMMP2, and GMMP3.

Programme Instruments starting with A-GBPOIS refer to GBP swaps vs SONIA; and Programme Instruments starting with A-GBP refer to GBP swap vs LIBOR.

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.

All Orders in Programme Instruments for the relevant GBP Market Maker Programme can be given automatic One Cancels Other (OCO) protection. Alternatively, a Market Maker can manage this themselves.

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 10am – 5:15pm Central European time.

Market Makers shall provide the Order Book with an Executable Price Stream for at least 70% of the Monitored Trading Day, averaged over each calendar month.