

BV COMPOSITE

The BV Composite is calculated on a continuous basis by aggregating the most recently updated Inventory Quotes or dedicated feeds received from our extensive network of BondVision Dealers



BV Composite is designed to provide an accurate indication of the market level for EGBs, SSAs and Covered Bonds

KEY FEATURES

- ✓ It provides streaming composite Bid/Ask/Mid prices and yields on securities available on BondVision
- ✓ A dedicated algorithm facilitates price consistency throughout volatile market conditions
- ✓ Adds to the suite of pre-trade price discovery tools offered by MTS
- ✓ Used as the reference execution price of the Mid Price trading book and for trade cancellations in the inter-dealer market
- ✓ Available via major ISV solutions or direct connection to the BondVision trading platform



Seamless integration in traders' workflow for:

- ✓ Portfolio / single trade benchmarking
- ✓ Pre-trade evaluation of client enquiries
- ✓ Input for internal pricing algorithms or quotation alert systems
- ✓ Transaction Cost Analysis (TCA)



Several mechanisms are in place to enhance reliability and accuracy of BV Composite levels:

- ✓ Minimum levels of quotation and spread thresholds help lowering the risk of potentially inaccurate pricing with a fall back on Mid in the event of a breach
- ✓ Elimination of outliers and backwardation controls
- ✓ Dealers' live responses distributed directly to a client during the RFCQ process are not part of the calculation of BV Composite



ABOUT MTS GROUP

MTS Group facilitates a number of regulated electronic fixed income markets across Europe and the US that are managed centrally to ensure optimum levels of global harmonisation and consistency. Over 500 unique counterparties trade an average volume of €130 billion each day on these platforms.

The individual companies within the MTS Group are regulated by financial services regulators in a number of European jurisdictions, including Financial Conduct Authority (FCA), Italian Ministry of Finance, Banca d'Italia and Consob, Autorité des Marchés Financiers (AMF). In the United States MTS Markets International Inc. is a member of FINRA and the SIPC and operates MTS BondsPro which is an ATS registered with the SEC.

MTS Cash is a comprehensive and professional cash securities trading environment for the interdealer marketplace. MTS cash includes several domestic markets regulated in different jurisdictions enabling primary dealers to access unparalleled liquidity, transparency and coverage.

MTS Repo provides an order-driven market for the electronic transaction of repo agreements and buy/sellbacks in Italy.

MTS BondVision is a trusted and efficient multi-dealer-to-client electronic bond trading platform, delivering exceptional access for institutional investors direct to dealers. MTS BondVision is accessible in Europe either from the Bank of Italy/Consob supervised regulated market/MTF or the MTF supervised by FCA, and in the US through the SEC/FINRA authorised ATS. BondVision provides institutional investors with real-time pricing and the ability to trade with the major dealers.

MTS Data is sourced directly and exclusively from the MTS interdealer market and includes benchmark real-time data, reference data, reference prices and historical data, providing the benchmark data source on the fixed income market.

MTS BondsPro is a trading platform that supports Corporate Bond trading. MTS BondsPro is an Alternative Trading System registered with the Securities and Exchange Commission (SEC) and operated by MTS Markets International Inc.

For more information, visit www.mtsmarkets.com.

Disclaimer Capitalised terms in this communication or publication shall have the meaning ascribed to them in the MTS Glossary document that can be found here. Additional regulatory information can be found here: MTS Group Regulatory Structure. This document is addressed to investment professionals only. Information in this publication may or may not have been provided by MTS S.p.A. and/or its group undertakings, and/or the individual authors (each a "party" and together the "parties"), but is made available without responsibility on the part of the parties. No action should be taken or omitted to be taken in reliance upon information in this publication and the information is not offered as and does not constitute professional, financial or investment advice on any particular matter and must not be used as a basis for making investment decisions. None of the parties accept any liability for the results of any action taken or omitted on the basis of the information in this document. It is in no way intended, directly or indirectly, to invite or induce you to engage in any investment activity or as an attempt to market or sell any type of financial instrument. Advice from a suitably qualified professional should always be sought in relation to any particular matter or circumstance. None of the parties make any representations or warranties of any kind in relation to this document and no responsibility is accepted by or on behalf of the parties for any errors, omissions, or inaccurate information. Third party advertisements are clearly labelled as such and none of the parties endorse or are responsible for the content of any third-party advertisement in this document or otherwise. MTS, EuroMTS and their logo are registered trademarks of MTS S.p.A. Euronext and the Euronext logo are registered trademarks of Euronext N.V. Information regarding trademark and intellectual property rights of Euronext is located at www.euronext.com/terms-use. Other logos, organizations and company names referred to may be the trademarks of their respective owners. All proprietary rights and interest in or connected with this document shall vest in MTS S.p.A. No part of this document shall be redistributed or reproduced in any form without MTS prior written consent. No part of these trademarks, or any other trademark owned by MTS S.p.A. or its group undertakings can be used, reproduced, or transmitted in any form without express written consent by the owner of the trademark. © 2021, MTS S.p.A., via Tomacelli 146, 00816 Rome.