

MidPrice for cash dealers

Orderly price discovery and execution at the mid of the MTS book with pre-trade anonymity

The MidPrice functionality on the MTS Cash interdealer platform offers an orderly method of price discovery, based on real executable market rates. It was developed to enable dealers to work large orders efficiently without moving the market.

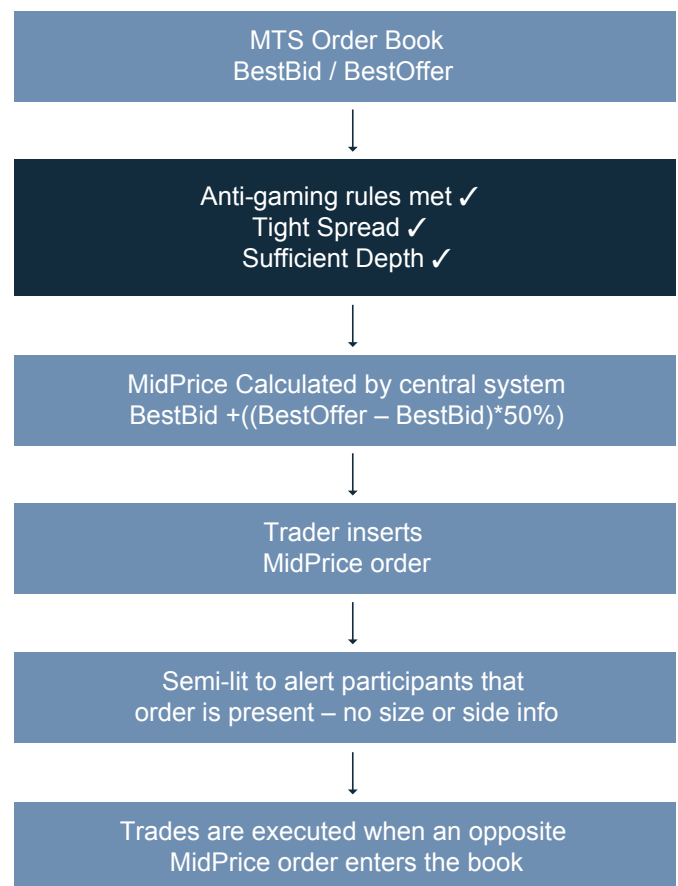
The functionality allows members to view a continuous and dynamic mid-price order book and work orders efficiently and securely for a wide range of fixed income securities.

How does MidPrice work?

- When trading in the MidPrice order book, the size and side of your order is not visible pre-trade, making it the perfect execution venue for larger trades.
- The MidPrice is calculated from the MTS order book as $\text{Bid} + ((\text{Ask} - \text{Bid}) * 50\%)$, and is derived from real market prices being quoted in the relevant MTS Cash interdealer market. This results in the most robust MidPrice being generated in this landscape.
- MidPrice order book allows MTS Cash participants to use this functionality for enhancing their trading
- The MidPrice order book allows you to set a minimum executable size that must be met or exceeded for an execution to occur, protecting you from executing trades at undesired ticket sizes.
- Optional limit price to protect against unexpected market movement
- MidPrice Fixings allow for concentration of liquidity at a “Fixed” MidPrice three times a day, e.g. the MidPrice of 11:00 CET is tradable until 11:01 CET

Connectivity

- MidPrice is available via our innovative and user-friendly MTS Cash GUI
- The functionality is also available from your chosen ISV
- Automated streaming of MidPrice orders for fast and efficient trade execution



Orderly market

Our reference bid and reference offer prices adhere to strict anti-gaming rules:

- Minimum levels of depth in bid and offer
- Maximum bid/offer spread reference prices
- Best bid and best offer prices chosen if they have been in the MTS order book for a minimum time

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 €100 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 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 market makers. 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. On the BondVision platform, MTS Group provides institutional investors with real-time pricing and the ability to trade with the major dealers.

MTS Credit provides a variety of electronic execution methods for a wide range of multi-currency non-government bonds, including covered, SSA, corporate and financial bonds. MTS Credit is composed of financial instruments available to trade on both BondVision and MTS Prime.

MTS Swaps leverages existing MTS Group distribution technology to deliver immediate access to a diverse range of liquidity providers through your chosen prime banks.

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.

FTSE MTS Indices are operated by FTSE TMX Global Debt Capital Markets, in which MTS has a minority stake. They provide independent, transparent, real-time and tradable Eurozone fixed income indices, based on tradable prices from MTS. FTSE MTS indices are tracked by (and can be traded via) around 40 ETFs in addition to numerous structured products.

For more information, visit www.mtsmarkets.com.

Contact

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