



## **42 Financial Services**

### **Multilateral Trading Facility**

### **PRODUCT MARKETS APPENDICES**

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## 1 42FS MTF PRODUCT MARKET APPENDIX 1 – 42FS MTF - ENERGY

### 1.1 General

- 1.1.1 Capitalised terms used in this MTF Product Market Appendix have the meanings ascribed to them in the 42FS MTF Rulebook.
- 1.1.2 This Product Appendix sets out additional rules for participation and trading energy contracts (for the purposes of this Appendix, the “MTF Product”) on the 42FS MTF, to ensure the orderly conduct of business. Where indicated, certain rules in this Appendix have specific application to the MTF Product as indicated by Product Types and/or Eligible Instrument/s. The rules are binding on all Participants.

### 1.2 Trading Days and Hours

- 1.2.1 42FS MTF - Energy is open for trading on Business Days other than a day which is a public holiday in the relevant jurisdiction and further determined by 42FS with the exception of scheduled maintenance times. 42FS reserves the right at any time not to make available MTF Product(s) trading on individual days or to determine additional Trading Days after prior announcement thereof to the Participants.
- 1.2.2 42FS MTF - Energy is open for trading every Trading Day between 08:00 CET – 18:00 CET with the exception of scheduled maintenance times.

### 1.3 Participant Eligibility Criteria

- 1.3.1 All Participants must satisfy the Eligibility Criteria detailed in the 42FS MTF Rulebook.

### 1.4 42FS MTF – Energy Product Types

- 1.4.1 The following MTF Product types are available on 42FS MTF - Energy.

<b>Financial swap products</b>	Financial swap products for coal, emission allowances, electricity and natural gas products.
<b>Futures products</b>	Futures are available for coal, emission allowances, electricity and natural gas products.
<b>Options products</b>	Options are available for coal, emission allowances, electricity and natural gas products.
<b>Physical forward products</b>	Physically deliverable forward products for emission allowances, electricity and natural

	gas products.
<b>Physical spot products</b>	Physically deliverable spot products for electricity and natural gas products.

## 1.5 Accessing 42FS MTF - Energy

1.5.1 42FS MTF – Energy offers the following two methods for interacting with the electronic trading platform:

- (a) 42FS Trayport: an installed desktop graphical user interface that allows Participants and Registered Traders to access basic order management, execution and other 42FS MTF - Energy features. Participants may download the application from <http://www.trayport.com/downloads/42FIN/42FinTrader.exe> and may refer to the Trayport User Guide for additional technical information concerning the desktop application.
- (b) Trading Gateway: an electronic trading solution that enables trading across multiple energy and commodity venues on a single platform and aggregate separate liquidity pools. Downstream accounts are provided to allow connection to trading gateway or third party solutions

## 1.6 Roles & Permissions

1.6.1 Participants may access 42FS MTF - Energy using their unique 42FS MTF account. There are two basic permission types for Persons accessing 42FS MTF - Energy:

- (a) **View Only:** Allows clients to view orders placed on-screen, but not directly interact with the System to manage orders or execute trades.
- (b) **Trader:** Allows clients to manage their own orders, and directly access to execute trades

1.6.2 These permissions interact with the following market groups (One or more instruments will be available within each of these market groups).

<b>Market</b>	<b>Instruments</b>
<b>European Power</b>	Physical spot, Physical Forward, Futures, Options
<b>European Gas</b>	Physical spot, Physical Forward, Futures, Options
<b>Coal</b>	Financial Swap Products, Futures, Options
<b>Emission Allowances</b>	Physical Forwards, Futures, Options

## 1.7 Orders

1.7.1 All Orders on 42FS MTF have the following attributes:

Order Attribute	Description
Persistent Order ID	This is an ID given to the order when it is first entered into the system and will stay the same throughout the order lifespan
Order ID	This changes every time the order is updated
Old Order ID	The Order ID prior to the latest update
Side	Bid or Offer
Price	Order price
Size	Order quantity
Legal Entity ID	ID of Registered Trader's legal entity
Trader ID	ID of Registered Trader
Instrument Type	Instrument that the order is valid for
Sequence	Delivery Period
Firm/withheld Status	Firm (executable and visible to all), Withheld only visible to owner of order
Last Updated By	Trader/broker ID of user (Registered Trader or 42FS Broker) who last updated the order
Last Updated Timestamp	Timestamp of the last update to any field on the order

1.7.2 42FS MTF supports the following Order types:

Order Type	Description
Firm - Tradable	Firm Orders are the only tradable Orders on 42FS MTF and all Registered Traders can see them (subject to permissions and trading agreements). Tradable firm Order are shown in red by default
Firm - Untradable	Firm Orders that are not tradable (usually because Participant does not have a trading agreement with the Participant that owns that order) are shown in pink by default.
Withheld	Withheld Orders cannot be tradable to anyone. They are visible only to 42FS Brokers and Registered Traders belonging to the Participant that owns the order.
Implied	Implied Orders are automatically generated by 42FS MTF based on other Orders that have been submitted to the market for related MTF Products.
Time in Force (TiF)	A single Order which will be held within a specified time frame; all Orders are held at end trading session.
Hidden Quantity	A limit Order which is comprised of two components, a shown size and a hidden size; shown size is a standard limit Order; hidden size is submitted as a new limit Order when the initial shown size is fully executed. These Orders trade in size increments and the total size does not become visible to the market.
Voice Trade	A Trade executed over phone by a 42FS Broker and entered through Deal editor (not available for

## 1.8 Indications of Interest

1.8.1 42FS MTF supports a transparent IOI process for energy Products. Registered Traders can send an IOI to the market for a particular maturity term. This interest and any orders on it are visible to all Registered Traders with entitlements to the interest.

## 1.9 Trade Execution

1.9.1 42FS MTF - Energy supports the following types of trade execution:

- (a) **Aggressor Trade:** a trade will be executed when an aggressor hits a standing bid or lifts a standing offer.
- (b) **Deal Quantity:** this feature allows execution across the entire depth of the market. Deal quantity allows the aggressor to trade all available volume at that price in the market.
- (c) **Join the Trade (JTT):** See 42FS MTF Rulebook

## 1.10 Trading Limits

1.10.1 42FS MTF - Energy restricts tradability to Participants based on credit lists issued by Participants.

1.10.2 42FS may set daily trading limits for a given institution based on any of the following:

- (a) **Instrument:** used to apply limits by type of instrument
- (b) **Sequence:** Sets limits regarding specific maturities
- (c) **Side:** Buy only/sell only restrictions can be imposed

## 1.11 Trade Cancellation

1.11.1 42FS MTF Trade Cancellation Policy is set out in Section 6.2 of 42FS MTF Rulebook.

## **2 42FS MTF PRODUCT MARKET APPENDIX 2 – 42FS MTF – AUCTION (MARVIN)**

### **2.1 General**

- 2.1.1 Capitalised terms used in this MTF Product Market Appendix have the meanings ascribed to them in the 42FS MTF Rulebook.
- 2.1.2 This Product Appendix sets out additional Rules for participation and trading energy contracts (for the purposes of this Appendix, the “MTF Product”) on the 42FS MTF, to ensure the orderly conduct of business. Where indicated, certain rules in this Appendix have specific application to the MTF Product as indicated by product types and/or Eligible Instrument/s. The Rules are binding on all Participants.

### **2.2 Trading Days and Hours**

42FS MTF Auction - Marvin is open for trading on Business Days other than a day which is a public holiday in the relevant jurisdiction and further determined by 42FS with the exception of scheduled maintenance times. 42FS reserves the right at any time not to make available MTF Product(s) trading on individual days or to determine additional Trading Days after prior announcement thereof to the Participants.

- 2.2.1 42FS MTF Auction - Marvin is open for trading sessions (auctions) every Trading Day between 11:00 CET – 11:10 CET and 15:00 CET – 15:10 CET with the exception of scheduled maintenance times.

### **2.3 Participant Eligibility Criteria**

- 2.3.1 All Participants must satisfy the Eligibility Criteria detailed in the 42FS MTF Rulebook.