



**AVIS REGLEMENTAIRE:**

**PLACE:**

**AVIS N° :**

**DATE:**

**MARCHÉ :**

**Nouvelle version du Manuel de Négociation sur  
l'Universal Trading Platform - Instruction 4-01**

Toutes places

PAR\_20150928\_07535\_EUR

28/09/2015

Tous marchés

Les Entreprises de marché d'Euronext publient conjointement par la présente les modifications apportées au Trading Manual des marchés cash liées à la mise en oeuvre de nouveaux dispositifs de sécurisation de la négociation (A), tels qu'annoncés par Info-flash le 10 septembre 2015.

Par ailleurs, la version révisée du Trading Manual inclut aussi le nouveau régime de fixation des seuils de réservation pour les ETF (B).

Dans les articles concernés ci-dessous, les suppressions apparaissent rayées, les ajouts soulignés. Une version consolidée du Trading Manual sera disponible prochainement à l'adresse suivante: <https://www.euronext.com/en/regulation/organization-of-trading>

Cette nouvelle version entre en vigueur le 28 septembre 2015.

**REGULATORY ANNOUNCEMENT:****LOCATION:****NOTICE:****DATE:****MARKET:****New version of the Trading Manual for the  
Universal Trading Platform - Instruction 4-01**

All

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All

The Euronext market undertakings hereby jointly publish amendments to the cash market Trading Manual involved by the implementation of new trading safeguards (A), as already announced by Info-flash on 10 September 2015.

In addition, the revised version of the Trading Manual will include a new regime for setting reservation thresholds on ETFs (B).

Deletions are struck through, additions underlined in the relevant articles mentioned below. A consolidated version of the Trading Manual will be made available soon at the following address: <https://www.euronext.com/en/regulation/organization-of-trading>

This new version will be applicable as from 28 September 2015 onwards.

**A) Trading safeguards amendments****2.10.4 Order validation**

When an order is entered into the Euronext Trading Platform, it must comply with the following thresholds. Failing this, the order will be rejected with no confirmation possibility.

The order validation process will be based on the parameters as shown below for bonds and equities.

**Common control**

For all types of financial instruments: if the order quantity (\*) is greater than or equal to 50 million, the order will be rejected.

\*I.e. 50 million in nominal amount for bonds traded FMT  
50 million in number of securities for other instruments

**Instrument-specific control****Bonds (\*)**

For instruments treated as bonds, if the order quantity is greater than or equal to the “Quantity Threshold” set for the trading group the instrument belongs to, the order will be rejected.

The value of bonds traded is expressed in a percentage of the nominal value, orders however are sent in the following format:

Quantity of bonds that is to be traded  $\times$  Value for a single bond  $\times$  percentage of the nominal value at which the bonds are to be bought or sold.

#### Equities, ETF's, Structured Products and L&B Stocks

The value of transactions orders is expressed in the following format:

Quantity of securities that is to be traded  $\times$  price for which a single unit is to be bought or sold.

For instruments not treated as bonds, if the order value is greater than or equal to the “Amount Threshold” set for the trading group the instrument belongs to, the order will be rejected.

“Quantity Threshold” and “Amount Threshold” parameters are published in the Appendix to this Trading Manual

(\*) Bonds traded in the central order book on the Euronext markets are traded in the FMT/% format. Bonds with a decreasing nominal value and French convertible bonds are traded in EUR/UNT.

Information on the lot size and type of listing can be found in the 553 referential data files which are sent each day.

## **4.2 THRESHOLDS AND RESERVATIONS FOR THE ORDER DRIVEN MARKET MODEL**

### **4.2.1 Dynamic Thresholds**

#### **4.2.1.1 Dynamic Thresholds during continuous trading**

Trading groups with dynamic threshold logic (Not applicable for Euronext Bond Match)

Only the trading groups which contain securities included in the AEX, BEL20, CAC40 and PSI indices are subject to dynamic collar logic, details as set out in the Appendix.

If an order sent causes a matching price that breaches the thresholds the order gets automatically rejected and the member who has sent the order receives a message.

Trading remains in continuous mode, the security doesn't reserve.

If the member confirms the order within 30 seconds (sending a <sup>o</sup>G<sup>a</sup> message) the order gets accepted in the central order book and the dynamic thresholds are automatically adjusted. Trading won't reserve.

An aggressing order can match available orders in the order book and can get partially executed before causing a threshold breach. At the moment of the thresholds breach the system automatically rejects the remainder of the order but trading doesn't reserve and trading remains in continuous mode.

If the member confirms the remainder of the order within 30 seconds (sending a <sup>o</sup>G<sup>a</sup> message) the order gets accepted in the central order book and the dynamic thresholds are automatically adjusted. Trading won't reserve.

Each order can be confirmed a maximum of two successive times. After that, any remaining volume with a price outside the thresholds will be rejected.

## **B) ETF thresholds amendments**

### **4.1.2.3. ETFs, ETNs and ETVs**

Reservation thresholds consist of applying a range above or below an estimate of the net asset value (« indicative net asset value » referred to as « iNAV ») for ETFs or a reference price contributed by the selected Liquidity provider for ETNs and ETVs, as updated during the Trading Day according to the movements of the underlying index or asset.

The level of this range is set at 1,5% for ETFs, ETNs and ETVs based on developed European equity, government bonds and money market indices and 3% for all others.

The level of this range is set between 0.25% and 3%, in steps pre-defined of 0.25%. ETFs based on money market indices may be submitted to lower ranges. The threshold is decided by Euronext upon the issuer's suggestion based on the tests run and its findings that the threshold will sustain high market quality and reduce and prevent trading at aberrant prices as best as possible. Upon request of the issuer the threshold allocated to each ETF, ETN and ETV can be changed.

For products providing a cap or a floor-value, the trading thresholds resulting from the above-mentioned rules shall not break the said cap or floor-value.

Trading shall be halted in case of impossibility of updating the thresholds i.e.:

- unavailability for Euronext of the underlying index during its normal period of calculation; or
- impossibility for Euronext to obtain the daily NAV, to compute the iNAV or obtain it from the entity responsible for the computation.

Nevertheless, the noticing of an error in the iNAV shall not put into question the Trades already made, without prejudice however to the cancellation rules for aberrant price.