

The Valuation Trade

In order to provide a price indication for illiquid equities animated by a liquidity provider, a valuation trade processing implemented in the engine may be triggered by the reception of a Price Input message (with a valuation type) issued by the Liquidity Provider animating the instrument. The resulting valuation trade corresponds to a real trade for one board lot updating the collar reference price.

Depending on the class parameter, the valuation trade will be based:

- Either on the Collar Reference price of the instrument (in this case, the Price Input message must contain no price)
- Or on the Liquidity Provider price (in this case, the Price Input message must contain the price).

A valuation trade will be rejected:

- In call phase
- If the issuer is not Liquidity Provider on the instrument
- If the Price Input contains a price while the class setting is based on the reference price mode
- If the Price Input contains no price while the class setting is based on Liquidity provider price.

NOTE: at the launch of the Universal Trading Platform, only the valuation trade based on the collar reference price is available.