

TRANSACTION REPORTING AND TRADE PUBLICATION SERVICES UNDER MIFIDII

What is it?

As from January 2018 Euronext began offering a regulated service for both trade publication and transaction reporting helping firms meet their regulatory requirements specified under MiFID II¹.

Who is it for?

Any investment firm trading on cash or derivatives assets classes, via regulated markets or MTFs, SIs or OTC. The service is available to both members and non-members of Euronext.

Why choose Euronext?

Customers benefit from a single, user-friendly, secure, reliable interface to publish trade reports and report transactions to EU regulators, depending on client demand.

Trade Publication Service

- APA

- Euronext's Trade Publication Service has the status of Approved Publication Arrangement (APA) under MiFID II. It allows trade details to be made public in the required timeframe, with publication either as close to instantaneous as possible or deferred publication to provide firms with the transparency they need. Deferred publication will be possible on participant request and Euronext will apply the correct delay.
- The service also provides pre-trade transparency for Systematic Internalisers' quotes.

Transaction Reporting Service

- ARM

- Euronext's Transaction Reporting Service has the status of Approved Reporting Mechanism (ARM) under MiFID II. The service allows transaction details to be reported effectively and efficiently to the relevant authorities.

Euronext's APA/ARM services

MiFID II came into effect in January 2018 with the aim of improving the transparency of markets in financial instruments. Euronext's APA and ARM services² for enhanced trade publication and transaction reporting, deliver a powerful range of reporting tools that meet both the APA and ARM obligations specified under MiFID II.

Euronext's trade publication and transaction reporting service provides:

- Multi-asset service package, pan-European coverage for cash and derivatives including commodity derivatives;
- Post-trade publication for off-exchange and Systematic Internalisers;
- Pre-trade transparency for Systematic Internalisers' quotes;
- Transaction reporting for Central Order Book, off-book/ on exchange and off-exchange to EU regulators;
- Industry standard for publication and the ESMA predefined ISO 2000022 standard for reporting to regulators;
- A secure, reliable user friendly interface open to Euronext's members and non-members;
- Intuitive analytics and data management for handling verification and validation;
- Market participants will also be able to subscribe to the Commodities Position Reporting service for activity on the Euronext trading venues.

Euronext's APA/ARM Services allows Investment Firms to meet MiFID II requirements via a single interface, covering both cash and derivatives products.

Market participants are able to subscribe to one or several services through Euronext's Trade Publication and Transaction Reporting tool.

Why choose Euronext?

Euronext's enhanced Trade Publication and Transaction Reporting Services cover both the cash and derivatives markets.

With Euronext, firms can:

- Benefit from Euronext's experience and expertise with an efficient, reliable and user-friendly service. Euronext is a neutral party already applying the highest standards for data protection, and covers pan-European markets;
- Reduce integration and development costs with an easy data submission process. Euronext offers different access alternatives (REST API, GUI, CCG or OEG access via SFTI) and most formats are accepted. Firms can download reports, correct and resubmit them easily should they identify an error;

¹ MiFID II refers to Directive 2014/65/EU of the European Parliament and of the Council of 15 May 2014 on Markets in Financial Instruments; Regulation (EU) No 600/2014 of the European Parliament and of the Council of 15 May 2014 on Markets in Financial Instruments

² APA: Approved Publication Arrangement, ARM: Approved Reporting Mechanism

- Ensure regulatory and internal compliance. Euronext checks accuracy, completeness and relevance of data entered and provides feedback on data compliance;
- Broadcast to the whole market thanks to dissemination via Euronext's market data feed, to which all leading data providers are connected;
- Benefit from flexibility with multiple formats accepted (FIX, binary, SBE, XML, JSON, flat file format);
- Access through a single portal: new dedicated and user-friendly GUI which allows market participants to review and manage regulator feedback on reporting reports, have an easy process for re-submission when errors occur, and a view on statistics data of their reporting activity.

How do the transaction reporting and trade publication services work?

There are two ways for market participants to connect to the service:

- Log onto the graphical user interface (GUI) using a compatible Web browser
- Integrate the REST API into their own system for large volume of streamed uploads

Integrity checks are performed on the data to ensure that it is complete, consistent and accurate:

- ISIN check against list of all instruments covered by MiFID II
- LEI, MIC, OTC, SI checks
- Price and volume check, depending on transaction type and trading patterns
- Off-book transactions automatically sorted based on their type
- Addition where possible of Euronext's price stamp.

Publication and regulatory reporting are carried out automatically by Euronext. Trade is published and/or reported following MiFID II requirements, either as close to instantaneous as possible, or via deferred publication, in standard FIX MMT format.

For transaction reporting, transactions are sent to the relevant regulatory authority in the appropriate format and timeframe. The new GUI allows market participants to:

- Review and manage feedback on reporting activity from the relevant regulatory authorities
- Easily re-submit in case of errors
- Manage and set up transaction reports based on personalised criteria.

Reconciliation is made available through:

- Customised end-of-day compliance reports, made available on Saturn GUI
- Automatic flagging and re-transmission of information if errors spotted
- Reports submitted and MiFID extension for Euronext markets.

Dissemination:

- Effective dissemination via Euronext's Market Data feed, to which all data providers are connected
- Application of publication delays on request based on instrument liquidity and transaction size
- Application of publication delays on request based on instrument liquidity and transaction size
- Transaction data is stored by Euronext for 5 years, according to MiFID II regulatory requirements

Find out more

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