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**Liquidity Provider Programme on Euronext Cash Equity Markets**



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## 1- INTRODUCTION

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The Liquidity Provider Programme (“**the Programme**”) covers liquidity provision activities conducted by direct members of Euronext on its Cash Markets. These activities are not within the scope of “Market Making”, as described and defined in applicable regulation, including EU Directive 2014/65/EU in financial instruments (MiFID II).

The purpose of this document is to define the conditions under which the Liquidity Provider (“**LP**”) is responsible for performing its services through the Euronext Central Order Book in one or more Financial instruments. This document (“**LP Programme Document**”) forms part of the Liquidity Provider Agreement between the LP and Euronext, along with the Liquidity Provider Terms and Conditions and the relevant Registration Form (“**the LP Agreement**”) and is without prejudice to the Market Rules. Capitalised terms which are not defined herein have the meaning attributed to them elsewhere in the LP Agreement or the Market Rules.

Euronext shall determine, at its sole discretion, the need to request the services of one or more LPs for any given Financial Instrument.

The Programme may be suspended or terminated for any Financial Instrument at any time following the occurrence or circumstances which, in Euronext’s reasonable opinion, require such a suspension, or on the request of one of the Parties.

## 2- ELIGIBILITY CRITERIA

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The Liquidity Provider Programme is limited to Members of Euronext. In addition, LPs must commit not to use the Programme to trade on their own account (own account being defined as trading activities conducted and initiated at the sole discretion of the member exclusively for its proprietary purposes).

As such, the Programme is limited to LPs conducting activities on behalf of an issuer (ie: having a contract with the listed company to provide liquidity).

In case of audit requested by the National Competent Authority or by Euronext itself: the LP will be legally responsible to provide Euronext’s Compliance team with the contract they have established in between themselves and the listed company.

## 3- INSTRUMENT SCOPE

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The Liquidity Provider Programme covers Equities listed on Euronext regulated markets, Euronext Growth and Euronext Access (all shares excluding those in the Euronext 100 index).

## 4- REGISTRATION PROCESS

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Registration of LPs is effected via completion and execution of the relevant Registration Form, which is the execution instrument for the LP Agreement. The Registration Form should be submitted to [MCC@euronext.com](mailto:MCC@euronext.com).

## 5- EQUITIES

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There are two types of Liquidity Providers:

- a- Permanent Liquidity Provider (for equities traded continuously): these LPs are required to provide quotes (to maintain a spread of bid and offer prices) in normal auctions, during the main trading session and in any interim auction resulting from volatility interruptions.
- b- Auction Liquidity Provider (for equities traded in auction mode only): these LPs are required to maintain a spread of bid and offer prices during the order accumulation period which precede auctions and are held at fixed times.

## 6- REQUIREMENTS AND OBLIGATIONS

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The following requirements and obligations are applicable for the Liquidity Provider Programme:

LP Type	Minimum Capital Amount (€)	Maximum Spread
Permanent LP NEXT 150	€5,000	Max (€0,20 , 2%)
Permanent LP	€5,000	Max (€0,25 , 5%)
Auction LP	€3,000	Max (€0,25 , 5%)
LP on Equities Rights	€25,000	Max (€0,25 , 15%)

For the Liquidity Provider Programme on Euronext Growth:

LP Type	Minimum Capital Amount (€)	Maximum Spread
Permanent LP	€5,000	Max (€0,20 , 4%)
Auction LP	€3,000	Max (€0,20 , 4%)

## 7- FEES

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Liquidity Providers that meet the requirements and obligations more than 80% of the time on average over the calendar month will not incur any trading fees for their liquidity provision activities as defined in the Market Maker trading fee guide published on the Euronext Website.

Where a Liquidity Provider fails to meet the requirements more than 80% of the time on average over the calendar month, no fee incentives will be granted.

## **8- MONITORING, REPORTING AND PUBLICATIONS**

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The compliance of the Liquidity Provider with its obligations under this Programme will be monitored continuously by Euronext.

The Liquidity Provider will be informed of its daily compliance with the above requirements on a daily basis via a dedicated report sent by Euronext outlining performance vs. criteria per instrument (reports will be made available on a best effort T+1 basis).