

Making sense of Transparency and Execution/ Reporting rules under MiFID II / MiFIR

			TRANSPARENCY		TRADING
Instrument Classification	Size Band	Trading Method	Pre-trade	Post-trade	TO (derivatives only)
Liquid	<SSTI	MTF RFQ system	✓ Firm quotes by venue Executable exclusively by requesting client	✓ Real-time by venue	✓
		SI	✓ Firm quotes via APA by SI Executable by other clients	✓ Real-time via APA by SI	✓ Not permitted on SI
		Non-SI	✗	✓ Real-time via APA (always by seller)	✓ Not permitted OTC
	SSTI - LIS	MTF RFQ system	✓ Indicative by venue not executable	✓ Deferred T+2 by venue (firm dealing on own account other than matched principal)	✓
		SI	✗	✓ Deferred T+2 via APA (firm dealing on own account other than matched principal)	✓ Not permitted on SI
	>LIS	MTF RFQ system and SI	✗	✓ Deferred T+2 via venue or APA	ESMA consulting on treatment
Illiquid	Any size	Any	✗	✓ Deferred T+2 via venue or APA	✗

Additional deferrals may be available including volume masking

Liquid and illiquid instruments are different for purposes of Transparency and Trading
SSTI and LIS thresholds are different for pre- and post-trade as well as trading