



Consequences of MiFID on the Future Market Structure

Agenda

3.45 – 4.00 pm: **Welcome** by Søren Gade, DSDA

4.00 – 5.00 pm: **Exchanges after MiFID** by
Jan Ovesen, OMX Nordic
Exchanges Copenhagen

5.00 – 6.00 pm: **Competition and Trading
after MiFID** by Bryan Koplín,
Goldman Sachs

6.00 – 6.30 pm: **Drinks**

MiFID -The legal framework

- Investor protection and enhanced competition – focus on competition
- Removal of Concentration Rule
- Multilateral Trading Facility (MTF)
- Transaction Reporting
- Pretrade Transparency
- Posttrade Transparency

MTF

- Trading system operated by investment firms or market operators
- "Non regulated" (supervised by local FSA)
 - Rules for fair and orderly trading, execution, settlement etc.
- All securities can be traded on a MTF (no accept from the issuer is needed)

Transaction reporting

- Today – one regime
- 1. november – two regimes:
 - Transaction Reporting to the FSA (market supervision)
 - Post trade information to the public (transparency)

Pretrade transparency

- No major changes in required information
 - 5 best bid/offer with aggregated volume
 - No investment firm identity (BD ident)
 - Exemption for certain ordertypes
- New "concept" – a Systematic Internaliser
 - Obligation to publish quotes in liquid shares (mostly a retail offer)

Posttrade transparency (1)

- Major changes
- Publish on exchange trades as usual (via OMX)
- The investment firm now has the responsibility to publish off exchange trades e.g. via
 - own facility (website)
 - a serviceprovider
 - a regulated market

Posttrade transparency (2)

- Must be easy to consolidate
- No MiFID demand for investment firm identity (BD-ident)
- DSDA has successfully worked for keeping BD-ident in DK