BRAINTRADE

WIR MACHEN DEN KURS

XONTRO Newsletter

Financial Institutes No. 100

&

Broker Firms No. 75

This XONTRO Newsletter contains information regarding the following issue:

- TVTIC notification within the documentation for broker firms and financial institutes; Extensions of MiFID II documentation due to freelance broker interaction

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Gesellschaft für Börsensysteme mbH

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1 TVTIC notification within the documentation for broker firms and financial institutes: Extensions

The TVTIC (Trading Venue Transaction Identification Code) is a unique identifier to be generated by the trading system during the price fixing procedure, by which it may be seen when and within which trading system an on-exchange order has been executed. All trades in XONTRO having been executed from an on-exchange order are flagged using a TVTIC. As a rule, those on-exchange trades having been resulted from an execution are flagged within the documents created by the system for the broker firms (e.g. the broker diary) and the financial institutes (e.g. the contract notes) using the appropriate TVTIC. This rule has been and will be valid in all cases where the bank has issued the order by themselves and in their own name onto the relevant exchange trading platform.

However, due to peculiarities within the order entry procedures done by the broker firms, there has been a chance for the TVTIC not to be taken over into the documentation created by the system in the past. This may have been the case especially when a freelance broker entered an order in their own name, i.e. without having identified the bank having called for the order issue in the first place, and then forwarded the order onto the order book of the pricing intermediary. When, after the execution done by the pricing intermediary, the freelance broker now linked up the order to the bank having issued the original order, then, in some cases, the TVTIC could not be found neither within the broker diary, nor in the contract notes having been generated for the banks – even 'though the trade having been generated was an on-exchange one and had resulted from an order execution / price fixing procedure.

This issue has now been fixed. The TVTIC will now be included into the resulting system documentation for banks (contract notes) and broker firms (QSAM broker diaries) along with a "pure" freelance broker order, too; this will also be true along with the closure, cancellation and deletion of (preliminary and final) Aufgabe (pending) trades.

The technical adaptations necessary for this fix have already been implemented within the XONTRO test environment IMS27 and may therefore be tested by the XONTRO participants from now on. The XONTRO production launch within the IMS1 is scheduled for **22 February 2021**. No format or other technical modifications will be carried out within the messages or records forwarded onto the participating banks or brokers; the only modification consists in the additional delivery of the missing TVTICs having been missed so far.

As usually, comments and queries regarding this issue may be forwarded onto XONTRO and BrainTrade using the familiar phone line +49 – (0)69 – 58 99 78 – 110, or using the e-mail address: trade@xontro.de.