

	<p>Numero: C-EX-DF-16/2019</p> <p>Grupo de contratos: Financial Derivatives</p> <p>Fecha: 11 June 2019</p> <p>Fecha entrada en vigor: 21 June 2019</p> <p>Sustituye a: C-EX-DF-07/2018</p>
<p>Subject</p>	<p>Order Types.</p>
<p>Summary</p>	<p>Types of orders in the MEFF Trading System. Modified due to the incorporation of the new xRolling FX Futures..</p>

1. ORDER TYPES IN THE ELECTRONIC ORDER SYSTEM

Limit Order. (L)

The trader sets a maximum buy price or a minimum sell price as well as the volume to be traded. The order is stored in the system until it has been fully executed, or cancelled by the trader who entered it, or until the order exceeds the limits of the session.

Immediate Limit Order. (LI)

The trader sets a maximum buy price or a minimum sell price, as well as the volume to be traded. The order is cancelled immediately and automatically for the amount not executed. That is, the system only tries to execute the order when it is entered and if it is not successful it immediately cancels the part that is pending for execution.

If an Immediate Limit order is match with a possible cross that may start volatility auction, order will be executed up to that limit (without reaching it), contract will start an auction and pending volume will be cancelled with cancellation reason "Auc".

Market Order. (M)

The market order will behave as following:

1. On **IBEX 35 futures and BONO 10 Futures**, on the first expiry, a buying market order will trigger to the market a Limit Order with a price limit equal to the last of the first expiry plus set price filter; selling market order will trigger to the market a limit order with a price equal to the last minus the set price filter.

On other expiries a buying market order will trigger to the market a limit order with a price limit equal to the last price of the first expiry plus time spread closing price plus set price filter; selling market order will trigger a limit order with price limit equal to the last of the first expiry plus time spread closing price minus set price filter.

2. For **IBEX 35, stocks and Bono 10 Time Spreads** order price will be the last plus (buy) or minus (sell) set price filter.
3. **Stock futures** contracts: On every expiry market order price will be the theoretical price calculated in the moment of the cross plus (buy) or minus (sell) set price filter.
4. On **option contracts** a buying market order will trigger a limit order with price limit equal to the last plus set price filter; selling market order will trigger a limit order with price limit equal to the last minus set price filter.

On any contract, if when a buying market order is introduced and there is no selling price or vice versa, or existing price is farther than the market order price limit, market order will be cancelled.

If a market order could trigger a volatility auction, it will be executed up to the price that triggered the auction (without reaching it), and the contract will be on auction with the remaining volume pending.

STOP Limit Order (on rise or fall)

The trader sets the buy or sells volume to be traded and the trigger price. When the market price reaches or exceeds (on rise) or equals or falls below (on fall) the trigger price, a limit order is issued for the volume indicated.

In xRolling FX Futures, the trader will be able to choose between the following trigger prices to activate the order.

- Last price. If there is not a last price, the opening price will be used.
- Mid-Price between the best Bid and the best Ask. If at any moment there is not a best Bid or a best Ask:
 - And it is a fall Stop Limit order: If there is not a best Bid price, best Ask price will be used as a mid-price. If there is not a best Ask price, the order will not be launched.
 - And it is a rise Stop Limit order: If there is not a best Ask price, the best Bid price will be used as a mid-price. If there is not a best Bid price, the order will not be launched
- Best Bid price: If there is not a best bid price, the order will not be launched.
- Best Ask price: If there is not a best Ask price, the order will not be launched.
- Best Bid or Last: If there is not a Last price, the opening price of the session will be used.
- Best Ask or Last: If there is not a Last price, the opening price of the session will be used.

Fill or Kill Order. (TN)

This order is similar to the “immediate Limit Order” but with the requirement that the entire volume specified has to be executed. If the price and volume requirements cannot be satisfied simultaneously, the order is automatically cancelled.

In the case there is not enough volume to provide counterparty without reaching the trigger of the volatility auction, order fill or kill will be cancelled totally with cancellation reason "Auc".

Fill and Kill Order. (A)

This order is similar to the "Immediate Limit Order" except that the trader does not fix the price, as the terminal selects this automatically when the contract code is entered, seeking the best counterparty, the first level price.

In the case of a price change when the order arrives in the system, the following can occur:

- a) If the counterparty price worsens vis-à-vis the order entered (i.e. rises if it is a buy order, or falls for a sell order), the order will be automatically cancelled.
- b) If the counterparty price improves, the order will be executed at the best existing price, for the corresponding volume. If the volume requirements are not fulfilled, wherever possible counterparties will continue to be crossed until the desired volume is executed.

Quote Order. (Q)

The trader send two Limit orders to the System, one order to buy and the other to sell, with different prices and volumes for the same contract expiration date.

Auction Price Order. (Sub)

This order is subject to the auction being completed with trade crossing. These orders are involved in determining the Auction Price with the price of the best limit order of the same sign. If they are not executed in the auction they are cancelled.

Good till Cancel order.

Available only for xRolling FX Futures.

The trader will set a maximum price for buying or a minimum price for selling as well as the volume to be traded. The order will remain in the system until its execution, its cancellation by the trader or until the order exceed the limit date for execution, which in this case will be a maximum of 90 natural days (the trader will have to set the date).

DURATION OF THE ORDERS IN THE ELECTRONIC ORDERS SYSTEM

Except for the orders placed in the xRolling FX Futures trading book, every order will have a maximum validity of a day. Thus, at the end of the day MEFF will eliminate all the orders that were placed in the trading books. Therefore, the trading books will start every day the negotiation empty.

In reference to the xRolling FX Futures trading book, the orders will have, defaulted, the duration of the session in progress but it is also possible to set a validity of the order at a later date with a maximum of 90 natural days. Therefore, an order with a validity date of 5 days later will remain in the book:

Until the closing of the session for that date.
Until the order is crossed or cancelled by the trader.

The validity date field for an order will be a field that can be modified by the trader while the order is valid in the book.

2. ORDER TYPES IN THE REQUEST FOR QUOTE SYSTEM

Limited Order (L) in the response to the RFQ

The operator sets a maximum buying price or a minimum selling price, as well as the volume to be traded. The order is stored in the system until its full execution, until its cancellation by the operator who introduced it, or until the RFQ is cancelled because the requesting member requires it or because the requesting member does not make any act. The orders remain in the RFQ that has been cancelled, but the system does not allow any trading with them.

Order All or Nothing. (TN) to formalize the trade from the requestor

This order is similar to the "Immediate Limited Order" but with the requirement that the entire volume specified in it has to be executed. If the price and volume requirements cannot be satisfied simultaneously, the order is cancelled automatically