

	Number:	I-EX-DF-31/2018
	Segment:	Financial Derivatives
	Date:	27 November 2018
	Effective Date:	4 December 2018
	Replaces:	I-EX-DF-04/2018
Subject	Regulated Market Makers Program in Physical Delivery Stock Futures.	
Summary	Minimum requirements to fulfill in order to be considered Regulated Market Maker in Physical Delivery Stock Futures contract group. Underlying update.	

The following Instruction is published to explain what established in Circular C-EX-DF-20/2018 of Regulated Market Makers, or any other Circular that replaces it.

MINIMUM QUOTE CONDITIONS AND LEVEL OF COMPLIANCE MEASURE

MEFF establishes the following parameters according to the underlying of the future:

Contract Group	Parameter (EUR)
ACCIONA	0,50
ACERINOX	0,20
ACS	0,25
AENA	0,30
AMADEUS	0,20
ARCELOR MITTAL	0,15
ATRESMEDIA	0,20
B. SABADELL	0,15
B. SANTANDER	0,04
BANKIA	0,15
BANKINTER	0,15
BBVA	0,05
BME	0,30
CAIXABANK	0,15
C. MAPFRE	0,05
DIA	0,10
EBRO FOODS	0,20
ENAGAS	0,20
ENDESA	0,15
FCC	0,15
FERROVIAL	0,25
GRIFOLS	0,25
IAG	0,06
IBERDROLA	0,04

INDITEX	0,10
INDRA	0,12
MEDIASET	0,15
NATURGY	0,15
OHL	0,25
RED ELECTRICA	0,30
REPSOL	0,12
SACYR	0,15
SIEMENS GAMESA	0,12
TECNICAS REUNIDAS	0,30
TELEFONICA	0,07
VISCOFAN	0,30

Under “Fast Market” conditions all parameters shall be double of those shown on the previous table.

From these parameters, MEFF will conduct the following measure each 5 seconds on existing orders in the order book related to any of the Proprietary accounts of the member:

- Volume is added to the sell trade for any Price between the best buying price and the best buying price plus the related parameter for the involved contract group. Result of this aggregated volume will be considered the Volume to the Sell trade.
- Volume is added to the buy trade for any Price between the best selling price and the best selling price less the related parameter for the involved contract group. Result of this aggregated volume will be considered the Volume to the Buy trade.
- If these volumes differ in less than 50%, it will be considered that in this measure the Member is fulfilling the conditions of Regulated Market Maker and will obtain a credit for this contract in that measure.

MEFF will conduct the explained measure on the three first maturity contracts of each underlying.

By the end of each day, MEFF will check the result of all conducted measures, in order to determine if the member has complied with these measures during at least 50% of the session.

50% of the session will be considered as reached if the number of credits obtained in all contracts divided by all credits it could have obtained equals a percentage higher than or equal to 50%.

The time of the session will be considered as the period of time in which the contract may have been traded, since its opening to its close, excluding from it:

- Auction periods in the contract (opening, volatility or intraday auctions).
- Exceptional circumstances.

- Exceptional circumstances at a Regulated Market Maker level (technical issues of the Member).
- Trading disruption.

ASSOCIATED BENEFIT TO THE REGULATED MARKET MAKERS PROGRAM

For the Single Stock Futures contract group, MEFF will establish the benefits defined in the Liquidity Provider Program.