

Retail Flag Trading Functionality for Spanish Derivatives

The launch of the unique retail flag trading functionality in December 2023 has enhanced investments in Spanish derivatives. This new feature brings price improvements, empowers retail investors and fosters innovative trading solutions.

Innovation for Best Execution

With the introduction of retail flag functionality, orders marked as retail benefit from the best execution pricing and improved spreads. Recognizing the pivotal role of retail participation in driving market liquidity and innovation, MEFF is a strong advocate for regulatory reforms to support retail traders. We are committed to fostering a collaborative environment that enhances market competitiveness and positions European derivatives trading for sustained growth.

Diverse Market Participants, One Solution

MEFF serves a variety of important stakeholders, including traders and retail brokers, professional and retail investors, and regulatory bodies such as the Spanish CNMV and the EU ESMA. For traders and retail brokers, MEFF enhances the trading process, and for professional and retail investors, it provides valuable educational resources. MEFF has a total of 50 members, with 17 being Spanish and the remaining international members constituting approximately 70% of the total participation. Among these members, five are primarily focused on serving retail clients.

Simplicity and Flexibility with Two Options

Option 1 Mark Account

Session D+1
 Precio: 11095 Volumen:
 Cuenta: Referencia:
 Retail client indicator
 Self Match Prevention ID: 0 Tipo SMP:
 Order record keeping Trading capacity:
 ClientID: 0 DecisionID: 0 DEA



Flexibility

Retail Marking is checked. Can be removed any time – will be updated in the system immediately in real-time.

Option 2 Mark Order

Session D+1
 Precio: 11095 Volumen:
 Cuenta: Referencia:
 Retail client indicator
 Self Match Prevention ID: 0 Tipo SMP:
 Order record keeping Trading capacity:
 ClientID: 0 DecisionID: 0 DEA

Two options how to mark retail orders/accounts in the trading System.

Benefits

↳ **Innovation**

Enhances pricing, encourages retail participation, and embraces technological advancements.

↳ **Advocacy for Regulatory Reforms**

Fosters market competitiveness and innovation, including retail-focused enhancements aiming to streamline the trading processes.

↳ **Liquidity**

Committed to enhancing market liquidity and positioning European derivatives trading for growth.

↳ **No obligation**

This service is voluntary.

↳ **Education**

Enhances the knowledge of retail investors, emphasizes investor protection, and promotes derivatives as a future-proof investment alternative. Collaboration with retail brokers and Instituto BME/Braindex.

↳ **Price Improvements**

Market Makers believe that the use of the Retail Flag could lead to more attractive pricing and greater satisfaction for retail clients by making it easier to offer more competitive conditions to counterparts other than Market Makers or High-Frequency Traders.

Enable the Retail Flag Functionality now

If you want to activate the Retail Flag Functionality for your Derivatives Trading, then please get in touch with our experts.

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About MEFF

MEFF is a leading derivatives exchange in Spain, committed to providing innovative and efficient trading solutions for both domestic and international markets. As part of BME Group, MEFF offers a wide range of products, including futures and options on equities and indices, and is dedicated to fostering market liquidity, transparency, and investor protection. With a strong focus on technological advancement and regulatory compliance, MEFF collaborates closely with market participants and regulators to create a robust and future-proof trading environment.

www.meff.es

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