

BLOOMBERG

DEMYSTIFYING MiFID II

TRANSPARENCY AND EXECUTION IN THE FIXED
INCOME MARKET PLACE

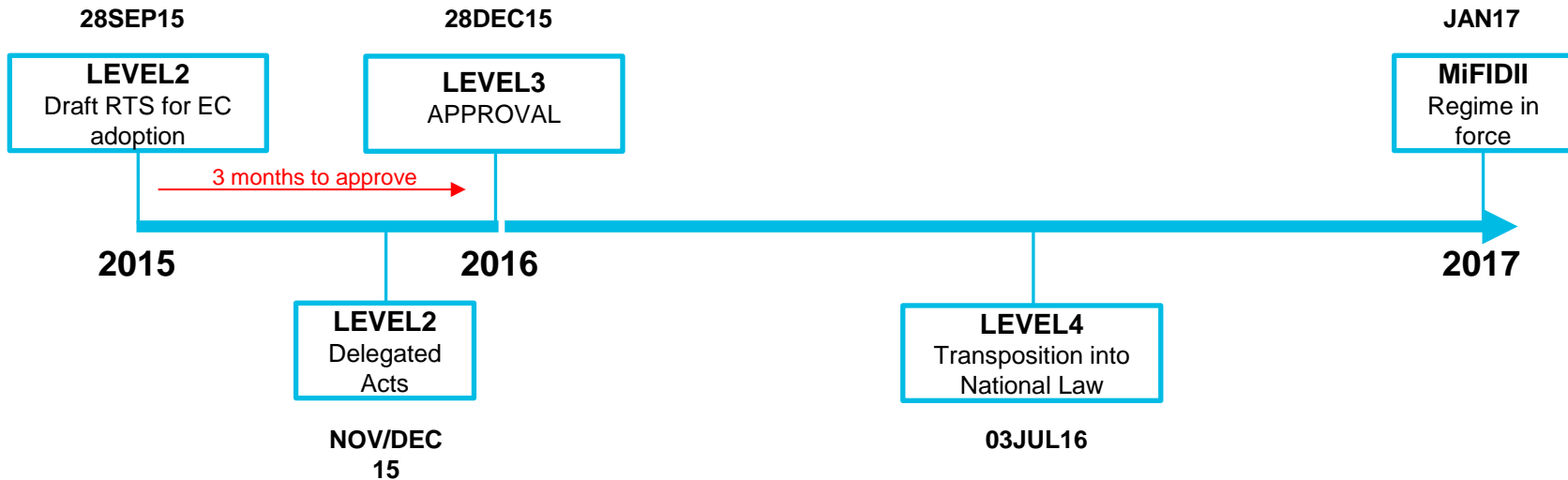
24NOV2015

MIFID II OBJECTIVES

THE MAIN OBJECTIVES OF MIFID II ARE TO:

- ensure fair, effective and safe operation of financial markets
- address a number of shortcomings of the initial MiFID framework
- expand the focus of MiFID into non-equity products (e.g. Swaps, Bonds)
- enforce conduct of business rules for intermediaries providing investment services
- form part of Europe's response, alongside the European Markets Infrastructure Regulation (EMIR), to the 2009 G20 commitment to reform OTC derivative markets

THE REGULATORY FRAMEWORK TIMELINE



POINTS OF INTEREST TO THE MARKET

MiFID II introduces a number of challenges to the Fixed Income marketplace.

TRANSPARENCY

- Pre-trade quotes and volumes must be made public
- Post-trade transaction details must be made public

EXECUTION

- All trading platforms offered to EU entity that allow multilateral trading must be licensed as a Trading Venue (MTF, for example)
- Certain derivatives will be required to trade on a Trading Venue only

SYSTEMATIC INTERNALISER REGIME

- Additional requirements are placed on firms considered to be systematic internalisers

BLOOMBERG SOLUTION

Bloomberg is looking to provide a suite of innovative solutions to address challenges customers face related to MIFID II obligations.



1) Markets 2) Workflow 3) Setup 4) Actions Romania 10:02

View Security Activity Orders 22) Stop Orders

Filter Quotes Only Orders Only

Romania

Market Config	Desc	ID	Sz(MM)	Bid	Ask	Sz(MM)	ID	Last	Last Vol	Total Vol	High
Dealer List	Bonds										
+ ROMGB 5 3/4 01/16	TRAN	10	0.530	0.400	10	RBRB	0.450	80	140	0.450	
+ ROMGB 6 04/16	CROM	10	0.670				0.600	10	10	0.600	
+ ROMGB 4 3/4 08/16	CROM	10	0.830	0.730	10	CROM	1.050	10	10	1.050	
+ ROMGB 6 3/4 06/17	CROM	10	1.250	1.150	10	CROM	1.250	5	5	1.250	
+ ROMGB 5.9 07/17	CROM	10	1.270	1.130	10	BRD	1.250	10	10	1.250	
+ ROMGB 3 3/4 01/18	TRAN	10	1.450	1.350	10	TRAN	1.520	20	40	1.520	
+ ROMGB 5.6 11/18	CROM	5	1.710				1.750	.61	.61	1.750	
+ ROMGB 2 1/2 04/19	TRAN	5	1.840	1.750	5	CROM	1.800	7	14	1.800	
+ ROMGB 4 3/4 06/19	TRAN	10	1.950	1.890	10	TRAN	1.950	10	10	1.950	
+ ROMGB 5 3/4 04/20	UCRO	5	2.250	2.200	10	TRAN	2.230	10	20	2.250	
+ ROMGB 3 3/4 03/21	UCRO	5	2.620	2.590	5	TRAN	2.600	10	10	2.600	
+ ROMGB 5.95 06/21	UCRO	5	2.640	2.600	10	TRAN	2.770	5	10	2.770	
+ ROMGB 3 1/2 12/22	UCRO	5	3.150	3.090	5	TRAN	3.110	5	5	3.110	
+ ROMGB 5.85 04/23	UCRO	5	3.300	3.270	10	TRAN	3.280	5	5	3.280	
+ ROMGB 4 3/4 02/25	UCRO	5	3.520	3.480	5	UCRO	3.480	5	5	3.480	
+ ROMGB 5.8 07/27	CROM	5	4.220	4.070	5	CROM					

Activity Panel BLOOMBERG/ SYDNEY OFFICE(14065831)

23:34 Accept BO 50MM HKD HKGB 2.48 02/28/25(15V2902) 100.000/2.4798 M TAKAYA BLOOMBERG/ TC

23:34 Accept SV 1MM HKD HKGB 2.48 02/28/25(15V2902) 023:33 100.000/2.479811 M TAKAYA BLOOMBERG/ TC

MTF

APA

TR

Pre-Trade transparency

Trade Reporting

Surveillance