

	<b>Number:</b>	I-EX-DF-22/2024
	<b>Contract Group:</b>	Financial Derivatives
	<b>Date:</b>	10 June 2024
	<b>Effective Date:</b>	11 June 2024
	<b>Replaces:</b>	I-EX-DF-04/2020
<b>Subject</b>	Liquidity Provider Program for Single Stock Dividend Futures.	
<b>Summary</b>	Minimum requirements to meet to be considered Liquidity Provider for Dividend Single Stock Dividend Futures. . Fast Market parameters and duration are referenced to the Fast Market Parameters Instruction.	

This Instruction is published to develop Circular of Liquidity Providers.

### **ASSOCIATED BENEFIT TO LIQUIDITY PROVIDER PROGRAM ON SINGLE STOCK DIVIDEND FUTURES**

Associated benefit to fulfilment of minimum conditions will consist on a rebate of 100% of the fees paid by the Member on its prop account for Single Stock Dividend Futures on the underlying where member complies with as a Liquidity Provider.

There are two Single Stock Dividend Futures groups:

- First group comprising Single Stock Dividend Futures of Banco Santander, BBVA, Iberdrola, Inditex, Repsol and Telefónica.
- Second group comprising Single Stock Dividend Futures of CaixaBank and Naturgy.

Associated benefit will be linked to that group or those groups where member has fulfilled with as a Liquidity Provider. For that group or those groups where member has not complied with minimum conditions, the member will not have any associated benefit to this program.

### **MINIMUM QUOTING CONDITIONS AND DEGREE OF FULFILLMENT MEASUREMENT**

The conditions that Members must meet are the following:

- Each Member will quote at least during the 80% of the market session.
- Maturities with quoting obligations will be the first three annual expiries.
- Quoting volume will be 10 contracts per side.
- The maximum spreads will be the shown on the following table:

	Contract Group	Parameter in cents
Grupo 1	B. SANTANDER Div	3
	BBVA Div	3
	IBERDROLA Div	5
	INDITEX Div	20
	REPSOL Div	15
	TELEFONICA Div	6
Grupo 2	CAIXABANK Div	4
	NATURGY Div.	25

- e) Under exceptional market situation and according to MEFF, the member could be exempted of the quoting obligation on all or some expiries of a certain underlying.

The control system will take one observation every 5 seconds and will assign credits:

- One credit per observation with correct volume and spreads according to previous table.
- For each underlying and throughout the session a number of credits will be obtained and will be the accumulated to the score obtained in the previous month sessions. If during the control month the Member obtains 80% or more of the possible credits of the group, it will be considered that it have met the conditions of that group.

### **FAST MARKET**

The parameters that activate the Fast Market situation as well as its duration are determined in the Fast Market Parameter Instruction 04/24 or the one that replaces it.

When an underlying asset is in a Fast Market situation, the obligation to contribute will be established with the following criteria:

- The maximum quote fork is increased by 100% (Spread x 2).
- The minimum volume is reduced by 50% (Volume / 2), always rounded upwards.

The parameters that activate the Fast Market situation as well as its duration are determined in the Fast Market Parameter Instruction 04/24 or the one that replaces it.