

# Systematic Internalisers – Trading Activity Thresholds

Tests for Frequent, Systemic and Substantial	Equities, Depository Receipts, Certificates ETFs	Bonds	Structured Financial Products by class	Derivatives by class	Emission Allowances
Client OTC Average Trade Frequency	≥ Daily	≥ Weekly	≥ Weekly	≥ Weekly	≥ Weekly
For Liquid instruments OTC Client trade count	≥ 0.4% Total EU volume (Trading Venues and OTC)	≥ 2.5% Total EU volume (Trading Venues and OTC)	≥ 4% Total EU volume (Trading Venues and OTC)	≥ 2.5% Total EU volume (Trading Venues and OTC)	≥ 4% Total EU volume (Trading Venues and OTC)
Client OTC Turnover either;	≥ 15% Firm's total turnover (prop' and client, OTC and trading venue)	≥ 25% Firm's total turnover (prop' and client, OTC and trading venue)	≥ 30% Firm's total turnover (prop' and client, OTC and trading venue)	≥ 25% Firm's total turnover (prop' and client, OTC and trading venue)	≥ 30% Firm's total turnover (prop' and client, OTC and trading venue)
Or;	≥ 0.4% of total EU turnover (on trading venue or OTC)	≥ 1% of total EU turnover (on trading venue or OTC)	≥ 2.25% of total EU turnover (on trading venue or OTC)	≥ 0.4% of total EU turnover (on trading venue or OTC)	≥ 0.4% of total EU turnover (on trading venue or OTC)

**Calculation:** Measured by ESMA every 3 months over the preceding 6 months trading. The first 6 months of 2018 will be published on 1 August 2018. Firms will need to comply by 1 September 2018. Early adoption from 3 January 2018 is permitted. New instruments will be assessed over shorter periods (3 months for equity like, 6 weeks for non-equity like).

**Structured Financial Product Class:** Same issuing group

**Derivative Classes:** Same underlying, currency, contract structure, differing maturity/ strike