

SYSTEMATIC INTERNALISER COMMERCIAL POLICY

Scope of policy

- **EEA Systematic Internaliser (MIC code: SISI)**

Susquehanna International Securities Limited (SIS) is a Systematic Internaliser (SI) in the EEA in the following equity and non-equity financial instruments that it prices and trades where they are admitted to trading on an EEA Trading Venue¹:

- Shares – equity instruments;
- Exchange Traded Funds (“ETFs”) - equity instruments; and
- Exchange Traded Commodities/Notes (“ETC/Ns”) – non equity instruments.

Any trades agreed in the capacity of SIS’ EEA SI must be agreed by traders /salespersons based in Dublin.

- **UK Systematic Internaliser (MIC code: SISU)**

SIS is a SI in the UK in the following equity and non-equity financial instruments that it prices and trades where they are admitted to trading on a UK Trading Venue²:

- Shares – equity instruments; and
- Exchange Traded Funds (“ETFs”) - equity instruments.

Any trade agreed in the capacity of SIS’ UK SI must be agreed by traders/salespersons based in SIS’ UK branch.

This policy sets out SIS’ requirements in relation to the publication of SI quotes by its SIs and where it provides its approved counterparties with access to these quotes.

Publication of SI quotes

- **EEA SI (MIC code: SISI)**

SIS’ quote publication requirements in a financial instrument are determined by its instrument type and whether it has been deemed to have a liquid market.

SIS’ EEA SI makes firm public quotes in liquid Shares and ETFs at an ISIN level, on a regular and continuous basis during Normal Trading Hours³ on Cboe’s APA Services. The price and size requirements of the published quotes are detailed below:

- **price:** reflects prevailing market conditions and is close to quotes of equivalent sizes for the same financial instrument on the most relevant market in terms of liquidity.

¹ EEA Regulated Market, MTF or OTF

² UK Regulated Market, MTF or OTF

³ Normal Trading Hours are continuous trading sessions on the most relevant market in terms of liquidity for the financial instrument which will typically be from 8am to 4.30pm Irish time. Normal Trading Hours do not include periods outside of continuous trading such as halts, suspensions and auctions. In the case of instruments primarily traded on a third country venue and admitted to trading on an EU Trading Venue, Normal Trading Hours will be the period when the local market hours and core European trading hours overlap.

Whenever, there are no quotes of equivalent sizes for the same financial instrument on the most relevant market in terms of liquidity for that financial instrument, the prices published by a systematic internaliser shall be deemed to reflect prevailing market conditions where they are close in price to quotes of equivalent sizes for the same financial instrument on trading venues other than the most relevant market in terms of liquidity

- **size:**
 - Shares - minimum of Standard Market Size (“SMS”⁴) up to 2x SMS;
 - ETFs – minimum of Standard Market Size (“SMS”⁵) up to 2x SMS; and

SIS’ SI quotes are available for free and in real time on Cboe’s public website at the following link:

https://www.cboe.com/europe/equities/market_statistics/book_viewer/

- **UK SI (MIC code: SISU)**

SIS’ quote publication requirements in a financial instrument are determined by its instrument type and whether it has been deemed to have a liquid market.

SIS’ UK SI makes firm public quotes in liquid Shares and ETFs at an ISIN level, on a regular and continuous basis during Normal Trading Hours⁶ on Cboe’s APA Services. The price and size requirements of the published quotes are detailed below:

- **price:** reflects prevailing market conditions and is close to quotes of equivalent sizes for the same financial instrument on the most relevant market in terms of liquidity.
- **size:**
 - Shares - minimum of 10% of Standard Market Size (“SMS”⁷) up to SMS; and
 - ETFs – minimum of 10% of Standard Market Size (“SMS”⁸) up to SMS;

SIS’ SI quotes are available for free and in real time on Cboe’s public website at the following link:

https://www.cboe.com/europe/equities/market_statistics/book_viewer/

The public quotes of SIS’ SIs may update at any time but will only be withdrawn in exceptional market conditions e.g. where a reliable market price is not available for the share on its

⁴ The SMS is based on the Average Value of Transactions in the Share in question and is published annually. Where it is not available it defaults to €10,000.

⁵ The SMS is based on the Average Value of Transactions in the ETF in question and is published annually. Where it is not available it defaults to €10,000.

⁶ Normal Trading Hours are continuous trading sessions on the most relevant market in terms of liquidity for the financial instrument which will typically be from 8am to 4.30pm Irish time. Normal Trading Hours do not include periods outside of continuous trading such as halts, suspensions and auctions. In the case of instruments primarily traded on a third country venue and admitted to trading on a UK Trading Venue, Normal Trading Hours will be the period when the local market hours and core UK trading hours overlap.

⁷ The SMS is based on the Average Value of Transactions in the Share in question and is published annually. Where it is not available it defaults to €10,000.

⁸ The SMS is based on the Average Value of Transactions in the ETF in question and is published annually. Where it is not available it defaults to €10,000.

reference market or a significant number of instruments underlying the ETF or the index. Outside of Normal Trading Hours, SIS reserves the right for its SIs not to show a public SI quote or to widen out to a level it deems appropriate.

Note that SIS SIs may at their own discretion provide SI quotes in larger trade sizes or tighter spreads than those published upon request.

Access to published quotes

SIS' clients⁹ may access the published quotes of its SIs either by contacting SIS Dublin's Shares desk for Equity, or SIS' Dublin or London ETF sales desk for ETFs e.g. by chat or voice or by directing price / quote requests to SIS via a third-party trading platform "off-MTF". Due to the dynamic nature of the underlying instruments the quotes of SIS' SIs may only be available to trade for a limited time that is reasonable to allow clients to execute against them.

To limit its risk exposure, SIS may restrict the number of transactions from the same or different clients that it enters at the published quote. This restriction may occur in cases where the number and/or volume of trades considerably exceeds the norm such that SIS would expose itself to undue risk inter alia due to the firm's market risk, credit risk, counterparty risk, settlement risk and also during exceptional market conditions. If such a restriction occurred then it would apply in a non-discriminatory manner amongst requests received from clients e.g. transactions would be agreed on a first come, first served basis.

In addition, SIS may be unable to execute transactions with clients where applicable legal or regulatory restrictions prevent it from doing so. Where the counterparty requests a quote related to a trade contingent on conditions except the current market price or a price is set at a guaranteed price yet to be determined, SIS is not obligated to honour its SI quote.

⁹ To qualify as a SIS client for the purposes of this policy, the following two conditions must both be met 1) the client must have been approved in accordance with SIS' counterparty approval process and 2) SIS' relationship with the client should be such that there is a reasonable expectation that SIS will provide the client with liquidity on an ongoing basis