

TURQUOISE RETAIL MAX LIQUIDITY PROVIDER AGREEMENT

Turquoise Global Holdings Europe B.V. ('TGHE' or 'Turquoise Europe') TGHE operates a Retail Liquidity Provision Scheme ("RLPS") relating to executions on the Turquoise Periodic Auctions Order Book. This document sets out the terms of the RLPS and the requirements that must be met by Retail Liquidity Providers. The RLPS is subject to change and review.

This document is published on the Turquoise website.

Eligibility

Registration to the RLPS is open to the following firms wanting to interact exclusively with retail flow through the use of the Retail Liquidity Provider flag:

- a. Proprietary Trading Flow¹ of TGHE Trading Members that are proprietary trading firms,
- b. Proprietary Trading Flow of TGHE Trading Members with one or more Trader Group(s) (FIX)/Comp ID(s) (Native) dedicated solely to Proprietary Trading Flow, or
- c. Nominated Clients² of TGHE Trading Members

All Retail Liquidity Providers are required to complete and return a signed copy of the appropriate declaration available in the Turquoise document library (<https://www.lseg.com/markets-products-and-services/our-markets/turquoise/information-centre/document-library>),

Retail Liquidity Providers that register pursuant to the eligibility criteria b or c above, must provide TGHE with a list of Trader Group(s) (FIX)/Comp ID(s) (Native) solely dedicated to the RLPS.

There is a specific fee associated with the use of the Retail Liquidity Provider flag. discounts can be achieved for executing at midpoint and depending on presence time (%), as mentioned in the Turquoise Europe Tariff Schedule³.

Prerequisites

Retail Liquidity Providers are required to use this application form to declare that they wish to register as Retail Liquidity Providers and must pass conformance testing.

¹ Proprietary Trading Flow means flow that is solely generated from the firm's own capital, with no related client orders.

² Please refer to the Annexure for the definition of Nominated Clients.

³ [Turquoise Document Library Securities trading resources | London Stock Exchange](#)



Incentives

Incentive Requirements

Retail Liquidity Providers will be eligible for the Incentive Discounts below when sending orders at Primary Best Bid and Offer (PBBO) for retail size as follows:

- Equities with Average Daily Value Traded (ADVT) \geq € 50M – minimum size commitment of €5,000 on the Turquoise Periodic Auctions Order Book
- Equities with ADVT \geq € 5M and $<$ € 50M - minimum size commitment of €3,000 on the Turquoise Periodic Auctions Order Book.
- Equities with ADVT $<$ € 5M and all other instruments – minimum size commitment of €1,000 on the Turquoise Periodic Auctions Order Book.

Incentive Discounts

All Retail Liquidity Providers executing at mid-point receive a discount of 50% on the Fees for Retail Liquidity Providers.

All Retail Liquidity Providers must register in advance the instruments for which they wish to receive performance-based discounts by completing the Retail Liquidity Provider Instrument Registration Form (see below).

Retail Liquidity Providers providing liquidity according to the above price and size obligations on the Turquoise Periodic Auctions Order Book for at least 50% of the time when there is a well formed PBBO on a continuous basis benefit from discounts set out in the below table.

Use of the retail flag fee		Execution outside mid-point tariff in bps	Execution at midpoint tariff in bps
Standard fee for Proprietary trading firms executing using the flag		0.40	0.20
Retail Liquidity Provider fee - discounts for performance and mid-point execution			
Presence time > than	Discount applied to 0.40 bps for signed up RLPs	Execution outside mid-point tariff in bps	Execution at midpoint tariff in bps
50%	-25%	0.30	0.15
75%	-30%	0.28	0.14
95%	-50%	0.20	0.10

Trading Member registration

TGHE Trading Members that wish to participate in the RLPS must complete and return a copy of the following to sales@tradeturquoise.com; by 17:00CET on the second to last business day of the month to be effective for the following month.

- Retail Liquidity Provision Scheme Agreement (see below)
- The appropriate Retail Liquidity Provision Scheme Declaration, available in the [Turquoise Document Library Securities trading resources | London Stock Exchange](#)

The Trading Member's access to Turquoise is at all times subject to and governed by the rules of Turquoise. Trading members retain ultimate responsibility under the Turquoise rule book for all trading activity carried out by their Nominated Clients.



Turquoise Periodic Auctions Order Book Retail Liquidity Provision Scheme Agreement

This form and declaration should be completed by applicants to the Turquoise Periodic Auctions Order Book Retail Liquidity Provision Scheme. TGHE reserves the right to request further information or supporting documentation from applicants.

Please return the completed form to sales@tradeturquoise.com together with the appropriate RLPS Declaration.

Applicant details

Name of Legal Entity	
Country of Incorporation	
Company Number	
Legal Entity Identifier (LEI)	
Registered Office Address	
Telephone	

Please indicate your firm's eligibility to the RLPS by selecting one of the following:

- Proprietary Trading Flow of TGHE Trading Members being proprietary trading firms⁴
- Proprietary Trading Flow⁵ of TGHE Trading Members with one or more Trader Group(s) (FIX)/Comp ID(s) (Native) dedicated solely to Proprietary Trading Flow
- Nominated Clients⁶ of TGHE Trading Members

The applicant declares that the information provided in connection with this application for the RLPS is and will be complete and accurate. The applicant confirms that it has read and understood the Turquoise Periodic Auctions Order Book RLPS.

⁴ Please refer below annexure for definition

⁵ Please refer below annexure for definition

⁶ Please refer below annexure for definition



General provisions

Turquoise Europe (TGHE) will monitor the Retail Liquidity Provider's trading activities in relation to the instruments for which it has registered, for the purpose of calculating the related discounts and may provide the Retail Liquidity Provider with reports of its activities.

In entering into this Agreement, the Retail Liquidity Provider acknowledges that from time to time the Retail Liquidity Provision Scheme including the requirements and incentives may be varied by TGHE.

Members may also amend the instruments that they have registered under the RLPS by completing/amending the Retail Liquidity Provider instrument registration form and returning it to TGHE, the changes will be taken into account for the following month provided they are received by 17:00CET on the second to last business day of the month to be effective for the following month. If no registration form is received, then the existing list of instruments will be renewed for each month thereafter.

TGHE has the right to publish the Retail Liquidity Provider's status and will inform its Members accordingly. Any information (including, without limitation, reports) provided by TGHE to Members under this Agreement is provided at TGHE's sole discretion and is provided "as is" without representation or warranty of any kind, either express or implied, regarding (without limitation) the completeness, accuracy, quality of information, or fitness for purpose.

In no event shall TGHE be liable for any losses, damages, claims or expenses incurred or actions undertaken by a Member as a result of this Agreement, including without limitation, its receipt of information or its use thereof under this Agreement.

Termination

A Retail Liquidity Provider may terminate this Agreement by emailing sales@tradeturquoise.com. Once TGHE has processed the request, the Retail Liquidity Provider will receive confirmation that the retail flag has been deactivated for the relevant Trader Group(s) (FIX)/Comp ID(s) (Native). If TGHE has reasonable grounds to believe that the Retail Liquidity Provider cannot comply with the Retail Liquidity Provision minimum quoting expectations in a consistent manner going forward, TGHE, without liability, may terminate this Agreement or part thereof (including for example in relation to specific instruments).

These terms shall constitute the "Agreement". Participating in the Retail Liquidity Provision Agreement could have consequences for a Retail Liquidity Providers' regulatory (exempt) status. Retail Liquidity Providers are advised to seek independent advice before entering this Agreement.

By signing and returning this document you agree to be bound by the terms of the Agreement.

The applicant declares that the information provided in connection with this application for the RLPS is and will be complete and accurate and to have read and understood the general and termination provision above.

Signatures

For and on behalf of:

Name of Director/Partner:

Name of Director/Partner:

Date:

Date:

Signature:

Signature:



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Annexure

1. **‘Proprietary Trading Firms’** are TGHE Trading Members whose trading flow is solely generated from the firm’s own capital with no related client order including the hedging of client CFD and other derivative positions.
2. **‘Proprietary Trading Flow’** is a subset of a TGHE Trading Member’s business, where trading flow is solely generated from the firm’s own capital with no related client order, including the hedging of client CFD and other derivative positions.
3. Any Trading Member that wishes to include a Nominated Client in the Scheme must provide TGHE with the declaration in the form set out below. A separate declaration must be completed for each Nominated Client.

“Nominated Client” means the legal entity:

- That is an end-user of Turquoise’s trading services, and
- For which a Trading Member has submitted the attached declaration to Turquoise Europe. A Nominated Client may also be a Trading Member.

“Nominated Client Order” means an order which meets all of the following conditions – such order:

- Is solely generated from the firm’s own capital with no related clients orders
- As originated directly from the Nominated Client to whom the attached declaration relates
- Is sent via the Trader Group(s) (FIX)/Comp ID(s) (Native) identified by the Trading Member in the attached declaration, and all orders sent via such Trader Group(s) (FIX)/Comp ID(s) (Native) comprise only of instructions from such Nominated Client
- Must be placed:
 - In one tranche on the same day, at the same time and at the same price (that is, an order for a security may not be placed by way of a series of different orders on different days and/or at different times and/or for different prices)
 - Immediately after receipt of the instruction from such Nominated Client
- Is the direct result of an instruction by such Nominated Client to the Trading Member to either:
 - Buy or sell securities on behalf of such Nominated Client, or
 - To open or close a CFD or other derivative position for such Nominated Client.

“Trader Group(s) (FIX)/Comp ID(s) (Native)” shall have the meaning set out in the **TQ201 – Issue 3.4.4A – Trading Gateway (FIX 5.0)** and **TQ301 – Issue 3.5.6 A – Trading Gateway (Native)** in the Turquoise document library (or more up to date version).

Trading Members may specify either one or a group of Trader Group(s) (FIX)/Comp ID(s) (Native) in the attached declaration, provided that such Trader Group(s) (FIX)/Comp ID(s) (Native) may only comprise orders made by the same Nominated Client.

Once the attached declaration has been submitted, any Nominated Client Orders sent under the specified Trader Group(s) (FIX)/Comp ID(s) (Native) will be used for the purposes of calculating the applicable tariff for those Nominated Client Orders, as set out in the Turquoise Tariff Schedule (until the Trading Member requests that the Trader Group(s) (FIX)/Comp ID(s) (Native) are removed or amended via the email address above or until otherwise notified by Turquoise).

For the Nominated Client to qualify for the Scheme in a calendar month, please refer to Turquoise Periodic Auctions Retail Liquidity Provision Scheme form available in the Turquoise document library. Subject to meeting the terms of the Scheme, Trading Members will then receive the applicable incentive as set out in the Turquoise Tariff Schedule for such Nominated Client Orders. It is required that the incentive will be passed on by Trading Members to the Nominated Client.

