

---

# London Stock Exchange plc

## Market Data Transparency Obligation Disclosures 2019

### 1.0 Introduction

The transparency obligation set out in Article 11 of Commission Delegated Regulation (EU) 2017/567 of 18 May 2016, as published in the Official Journal of the European Union on 31 March 2017, requires that “*Market operators and investment firms operating a trading venue and systematic internalisers shall disclose the price and other terms and conditions for the provision of the market data in a manner which is easily accessible to the public*” and makes certain specifications with regard to requirements on the contents of this disclosure.

This document incorporates all of the relevant disclosures for London Stock Exchange plc (“London Stock Exchange”) as set out in the Delegated Act, with the exception of current price lists and the terms and conditions which, as detailed below, can be separately accessed on the London Stock Exchange website.

The market data, which forms the subject of the following disclosures, is generated from the trading systems operated by London Stock Exchange and compiled before distribution via vendors or directly to end-users in accordance with the London Stock Exchange Real Time Market Data Agreement.

### 2.0 Disclosures

#### Current price lists

Current price lists for London Stock Exchange are publicly accessible on the Real Time Data pages of the website at <http://www.londonstockexchange.com/products-and-services/market-data/realtimedata/pricesandpolicies/pricesandpolicies.htm>

Contractual terms and conditions can be found within the London Stock Exchange Real Time Market Data Agreement on the same page.

#### Advance disclosure of future price changes

As provided for in the London Stock Exchange Real Time Market Data Agreement, future price changes are subject to a minimum of 90 days' notice.



## Information on the content of the market data distributed

Regulatory obligation	Response	Explanatory note
Number of instruments covered	22,487	<i>Instruments admitted to trading on London Stock Exchange as of 31/12/2017</i>
Total turnover of instruments covered	£1.34 Trillion	<i>2017 value traded on London Stock Exchange</i>
Pre-trade and post-trade market data ratio	97% pre-trade : 3% post-trade	<p><i>As of October 2017</i></p> <ul style="list-style-type: none"> <li>• <i>Pre-trade: number of orders (new orders, amendments, cancellations, fills and expires) on all markets</i></li> <li>• <i>Post trade: number of trades on all markets</i></li> </ul>
Data provided in addition to market data	<p>London Stock Exchange provides the following data services:</p> <ul style="list-style-type: none"> <li>• Historical Tick Data</li> <li>• End of Day summary</li> <li>• Rebuild Order Book</li> <li>• Market Share</li> <li>• Participant Trading Data</li> <li>• Reference data services</li> </ul>	<i>Information about these services may be found on the London Stock Exchange website.</i>
Date of last licence fee adaption for market data provided	1 January 2019	<i>Notice of this fee change was provided to the market on 28 September 2018, to take effect from 1 January 2019.</i>

## Revenue obtained from making market data available

Per audited 2017 accounts:

Revenue obtained from making market data available	£66m (London Stock Exchange gross revenue including intercompany)
Proportion of that revenue compared to total revenue	15% (of total London Stock Exchange gross revenue including intercompany)

## Information on how the price was set including the cost accounting methodologies

Costs are apportioned in line with the methodology described in this document.



## Background

London Stock Exchange is owned by the London Stock Exchange Group plc (“LSEG”) and the Market Data business forms a part of LSEG’s Information Services division.

## Methodology

Costs are grouped in three categories: direct costs, indirect costs and joint costs.

Direct costs are specifically incurred to run London Stock Exchange’s Market Data business. These costs are allocated in total to the Market Data business and they are not shared with other business areas.

Indirect costs represent the internal services that are necessary to support London Stock Exchange’s Market Data business. These are aggregated in cost pools and assigned allocation drivers, which in turn allow their costs to be shared by the Group’s revenue generating businesses.

Joint costs are those incurred in running the Market Data and Trading businesses concurrently, given that, due to their nature, it is not possible to offer either of these services in isolation.

### *Direct costs:*

The following are the key direct costs for the London Stock Exchange Market Data business:

- **Staff costs**
- **Third party information services fees**
- **Subscription fees**
- **Professional fees**
- **Depreciation and amortisation**
- **Market Data technology platform operating costs**

### *Indirect costs:*

The following are the key indirect costs allocated to the London Stock Exchange Market Data business:

- **Property costs**
- **IT infrastructure costs**
- **Divisional support function costs**
- **Group support function costs**

### *Joint costs:*

London Stock Exchange Trading and Market Data businesses provide jointly produced services: a single technology platform facilitates both trading activity and data production and it is not possible to offer one service without the other.

London Stock Exchange allocates platform costs equally between its Trading and Market Data businesses.

