

SIX Swiss Exchange message no. 06/2014

Subject **SWXess Maintenance Release 5 (SMR5) - Regulations**

Category SWXess Trading Platform

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Information 

Content of this message:

- Updated «Participant Readiness» brochure for SMR5
- Decommissioning of Capacity Trading Interface (CTI) now on 31 July 2014
- Publication of Rules, Directives and Guides
- Introduction plan of SMR5 into production on 7 April 2014

In [SIX Swiss Exchange message no. 50/2013](#), SIX Swiss Exchange informed Participants of the functional changes brought about by SWXess Maintenance Release 5 (SMR5).

This message provides information for Participants about the publication of the regulations for SMR5.

Functional Amendments

The «[SMR5 – Participant Readiness](#)» brochure has been updated and contains additional information on the functional adjustments and regulatory impact of SMR5. The changes since the last version of the document can be found in the document history on page 38 of this brochure.

In [SIX Swiss Exchange message no. 47/2013](#), SIX Swiss Exchange announced that it would be decommissioning the Capacity Trading Interface (CTI) in May 2014. Due to significant demand from Participants and Independent Software Providers, SIX Swiss Exchange has decided to postpone the decommissioning of the Capacity Trading Interface (CTI) until 31 July 2014, meaning clients have a longer transitional phase to implement and test the new trading interfaces.

Regulatory Changes

The following Rules, Directives and Guides have been updated with respect to SMR5 and are now available on the [SIX Swiss Exchange](#) and [SIX Structured Products Exchange](#) websites:

- Rule Book
- Reporting Office Rules for the Fulfilment of the Legal Reporting Requirements for Securities Dealers (only SIX Swiss Exchange)
- Directives
 - Directive 1: Admission of Participants
 - Directive 3: Trading
 - Directive 7: Fees and Costs
 - Directive 8: Sponsored Access (only SIX Swiss Exchange)
- Guides
 - Trading Guide
 - Reporting Guide

A detailed list of the adjustments to the regulations and directives for SMR5 can be found in chapter 5 of the «[SMR5 – Participant Readiness](#)» brochure as well as under the following link on the website of SIX Swiss Exchange:

http://www.six-swiss-exchange.com/participants/regulation/revisions/rule_book_en.html

In addition to the regulatory changes directly related to SMR5, SIX Swiss Exchange has made the following changes to the regulations, which will also enter into force at 7 April 2014:

- The temporary increase in capacity to ten fee-free quotes per second (QPS) per market maker in each bond segment - CHF bonds and International bonds - is now being introduced on a permanent basis and is being amended accordingly in Annexes H and I of Directive 7: Fees and Costs.
- For ETF and Sponsored Funds market making obligations, the maximum spread for money market products that are not traded in the fund currency has been increased from 0.1% to 0.5%. Section 6.2 of Annexes G and I of Directive 3: Trading have been amended accordingly.
- The reporting fee for on exchange – off order book trade reports sent to the stock exchange and off exchange trade reports sent to the Reporting Office have been harmonized. Annex B of the Reporting Office Rules for the Fulfilment of the Legal Reporting Requirements for Securities Dealers has been amended and brought into line with the fees in Directive 7: Fees and Costs.

Introduction

SIX Swiss Exchange plans to roll out SMR5 as follows:

Date	Environment
7 April 2014	First trading day with SMR5 in the Production environment

Please note that SIX Swiss Exchange has set 5 May 2014 as the contingency date for the productive rollout of SMR5.

Participants can continue to test the functional and technical changes in the Membertest environment until the productive rollout of SMR5. Please contact Member Services if you require assistance with testing.

We would like to kindly remind Participants that the «[SMR5 Readiness Declaration](#)» form shall be returned to Member Services by no later than 14 March 2014.

More information on the SWXess Maintenance Release 5 can be found in the «[SMR5 – Participant Readiness](#)» brochure and in the [Member Section](#) of SIX Swiss Exchange.

SIX Swiss Exchange constantly strives to develop and optimize its trading platform on an ongoing basis. The rollout of SMR5 and the new functionalities now available are additional services that we are providing to our clients and Swiss financial center and we are sure that these will add sustainable value over the long term.

If you have any questions, please do not hesitate to contact Member Services:

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