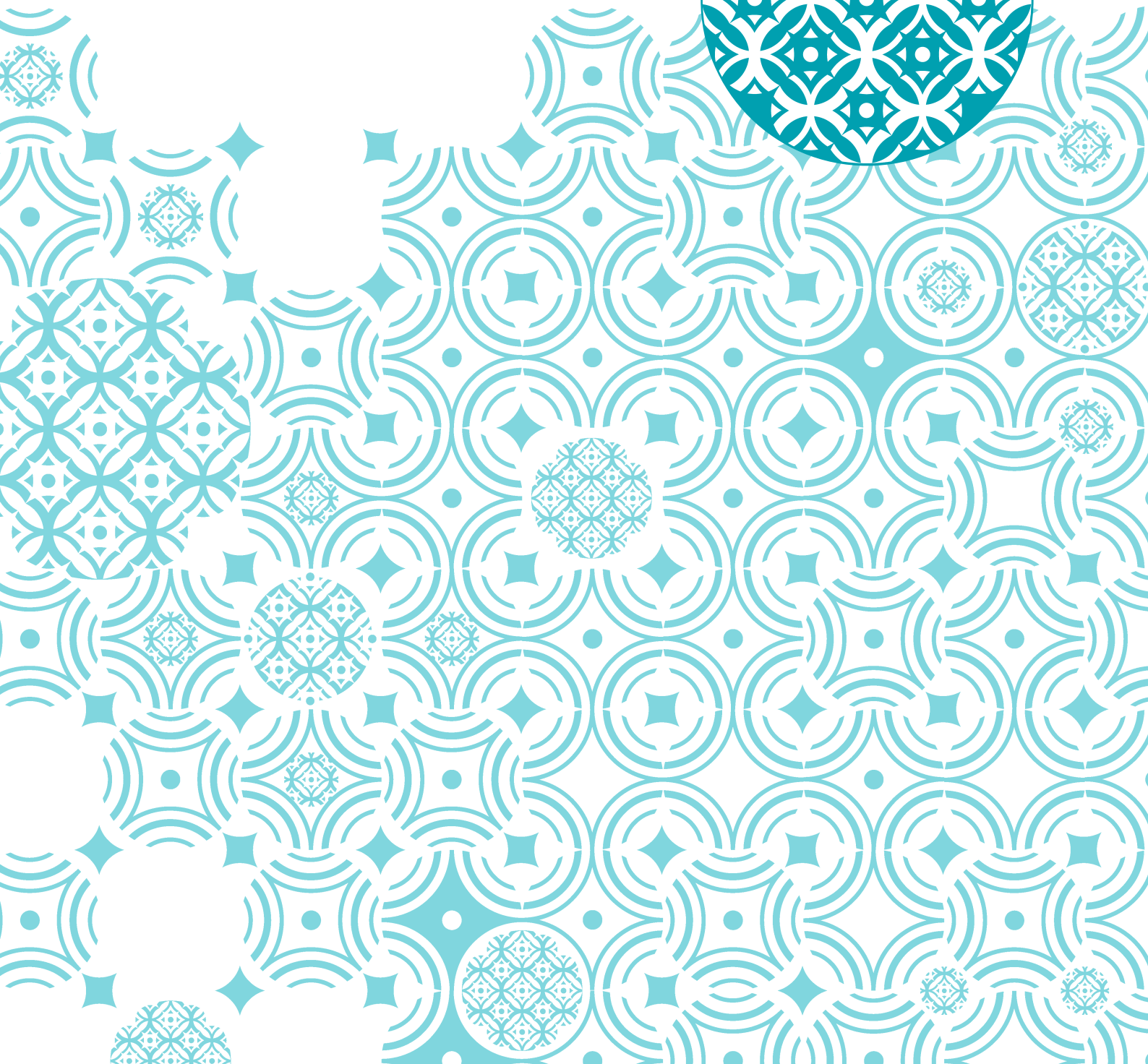




MTS [gilt]



The composition of the UK debt market has undergone significant changes in recent years, including a sharp increase in the amount of debt in circulation, new Gilt Edged Market Makers (GEMMs) and buy-side participants joining the market and major advances in trading technology.

As a result there is now an increasing demand for the ability to trade Gilts in an electronic market that improves on the efficiencies of voice broking and delivers the level of transparency required in the current and future regulatory environment.



MTS Cash – the electronic venue of choice for the Gilt trading community

MTS, Europe's premier facilitator for the electronic fixed income trading market, has leveraged on its technology and experience in the European bond markets to launch an electronic market for UK government bonds.

Gilts are now available to trade on MTS Cash, the leading electronic market for European government and quasi-government bonds, with over 100 unique counterparties trading on the system each day.

MTS also facilitates the secondary Gilt market through BondVision, its multi-dealer to client platform.

Market participants benefit from access to the most liquid, transparent and efficient European bond marketplace, with average daily turnover exceeding EUR 85 billion across MTS platforms, combined with innovative technology and comprehensive support across the widest range of products.

Trusted by debt management offices (DMOs), regulators and central banks across Europe and beyond for over 20 years, MTS has built on its expertise to facilitate an orderly, efficient primary and secondary Gilt market.



The MTS Gilts market will be operated as an MTF regulated by the FSA under EuroMTS. It will deliver:

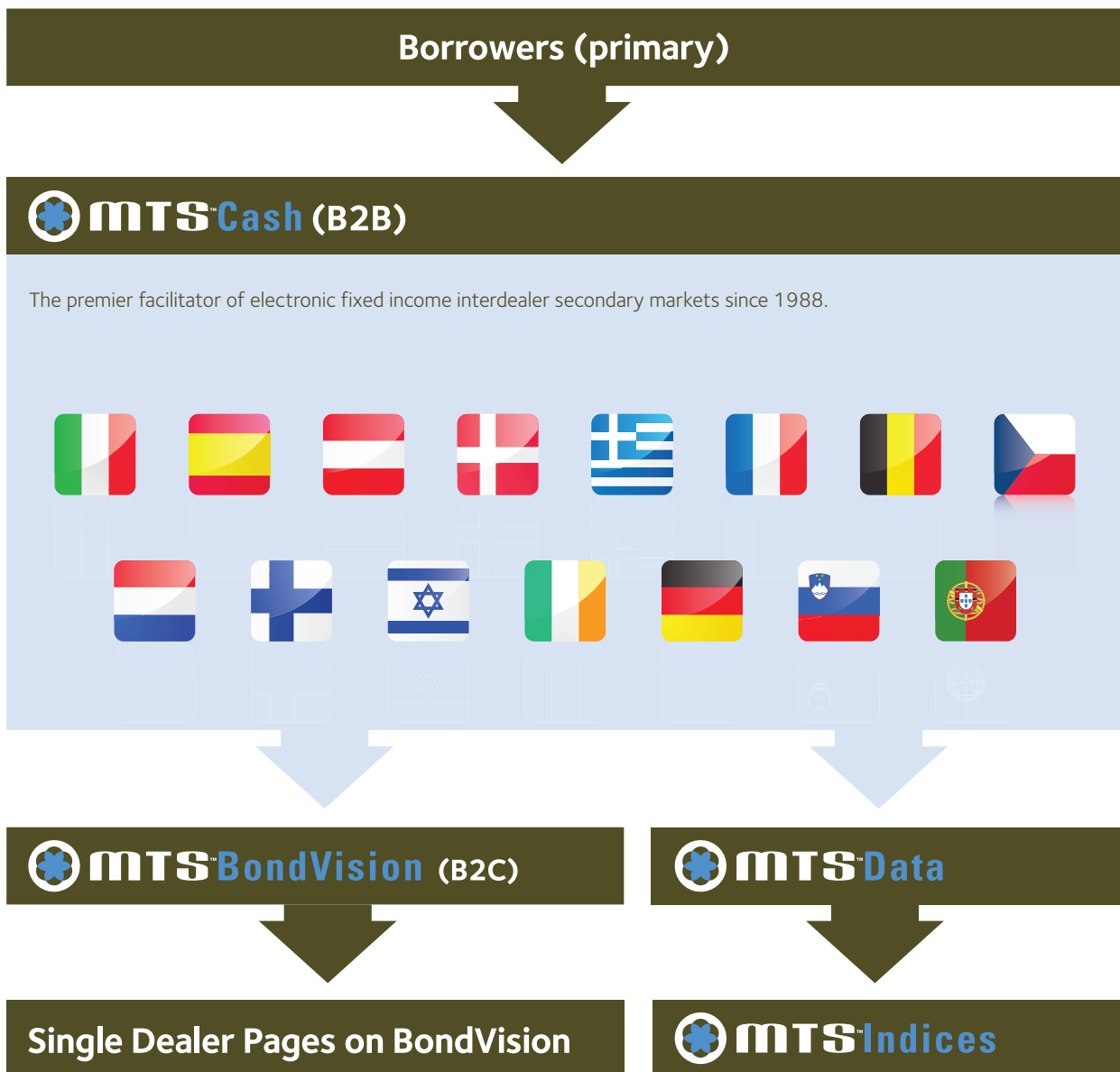
- › Fully anonymous central counterparty market with clearing services provided by LCH.Clearnet Ltd
- › Full straight through processing (STP)
- › Support for all UK government securities with the possibility to also list spread and basis instruments
- › Specialist Striker Price and MidPrice Matching trading functionalities
- › Highly competitive fee schedule
- › Official reporting venue for UK government bond trades

Forthcoming European legislation is expected to result in the requirement for increased transparency and regulation in the area of fixed income execution. As a regulated, transparent and electronic platform, MTS is a step ahead of these reforms. In particular, MTS expects to be fully compliant with the requirements of the forthcoming MiFID II regulations.



MTS BondVision – facilitating the secondary Gilt market

MTS supports the B2C Gilt market through its BondVision platform, which is built on the same technology as MTS Cash. GEMMs on MTS Cash may also provide prices on BondVision, so liquidity is shared between the two platforms serving the primary and secondary bond markets.



The range of execution capabilities on the BondVision multi-dealer-to-client platform enables the buy-side to make confident, accurate decisions and enhance its overall Gilt trading performance.

Traditional B2C trading functionality includes:

- › Request up to five competitive quotes
- › Outrights, switches, butterflies
- › Trade order management
- › Order staging
- › Alert book
- › Parent-child logic

The MultiLeg Request For Competitive Quote (RFCQ) functionality enables clients to execute up to 20 orders at the same time and gives them the ability to indicate the level of interest they are looking for and pass this information electronically to their liquidity providers.

In addition, BondVision enables participants to meet best execution and MiFID compliance with its 'Accept Best' button ensuring the price traded is always the same or better than seen on screen.

BondVision's Single Dealer Pages provide transparent price discovery on individual banks' Gilt quotes and access to privileged liquidity for clients of participants.

The functionality gives users access to and execution on the best price available, being able to choose between a Request for Quote and a Click-to-Trade on nominative quotes.

The Single Dealer Pages also provide clients with access to axes of the dealer, a message board and relevant contact information.



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Find out how MTS can enhance your fixed income trading business by requesting a demo or speaking to our expert team.

About MTS Group

MTS is Europe's premier facilitator for the electronic fixed income trading market, with over 500 unique counterparties and average daily turnover exceeding EUR 85 billion. MTS customers benefit from its relationship with Europe's leading diversified exchange business, the London Stock Exchange Group, which operates the largest and most liquid equity marketplace in Europe.

MTS markets provide the professional trading environment for the interdealer marketplace, enabling primary dealers from across the globe to access unparalleled liquidity, transparency and coverage.

MTS further facilitates the dealer-to-client bond market through BondVision, the most trusted and efficient electronic bond trading market, delivering exceptional access for institutional investors direct to the market makers.

MTS Data is sourced directly and exclusively from the MTS interdealer market and includes benchmark real-time data, reference data, reference prices, time series data and snap-shot data, providing the benchmark data source on the fixed income market.

MTS Indices provide the first independent, transparent, real-time and tradable eurozone fixed income indices, based on tradable prices from MTS. MTS indices are tracked by (and can be traded via) more than 28 ETFs in addition to numerous structured products.

www.mtsmarkets.com

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