

ISE OBOE Release 1.0

ISE OBOE Release Announcement

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1 Introduction

The ISE is launching a new MiFID II-compliant trade reporting system for the reporting of off order book on exchange deals in ISE instruments. The new system, 'ISE OBOE', will provide ISE member firms with the full suite of required MiFID II functionality for on exchange trade reporting. Existing ISE customisations, such as the specific ISE trade flags, will also be delivered together with some service enhancements.

The system is being provided as part of the ISE's successful strategic technology partnership with Deutsche Börse AG ('DBAG') with the new system powered by the Deutsche Börse 7 Market Technology.

ISE OBOE will launch on **4th December 2017**, which will ensure market readiness in advance of MiFID II implementation.

2 Scope of ISE OBOE Service

The ISE OBOE service will be available to all ISE member firms for the reporting of off order book trades in ISE shares that are executed on exchange i.e. executed under the ISE's Member Firm Rules, and published to the market by the ISE. This service will replace the existing ISE Xetra trade reporting service which will continue to be available until the migration to ISE OBOE.

The system will fully meet the MiFID II pre- and post-trade transparency requirements:

- The relevant pre-trade transparency waivers, Negotiated Deal and Large-in-scale¹, will be available for members to select on trade entry.
- The applicable post-trade flags set out in RTS 1, Annex I, Table 4 will also be available.
- Members will have the option to defer publication in accordance with the post-trade large-in-scale deferral mechanism.
- All trades will be published immediately to the market via the CEF (Consolidated Exchange Feed) unless selected for and meeting the criteria for deferred publication.
- Provision of the new Transaction Identifier Code (TIC) in the trade confirmations and end of day reports, similar to the existing TC815, confirming publication of trades.

In addition, the existing ISE specific customisations will be retained:

- One-sided trade entry.
- Self-cancellation and amendment of trades.
- ISE specific trade flags.
- Trade reporting up to 4 decimal places.

NEW FEATURE: The functionality for trade cancellations and amendments will also be enhanced as members will have the ability to cancel and amend trades in the system up to two days after the trade was reported.

¹ As required by MiFID II, the ISE is in the process of seeking approval from its National Competent Authority, the Central Bank of Ireland, for use of the waivers in relation to the shares admitted to its Enterprise Securities Market (ESM: a multilateral trading facility (MTF)), and the ETF(s) admitted to its Main Securities Market (MSM: a Regulated Market). These waivers already exist under MiFID I for shares admitted to the MSM.

3 Connectivity Options for ISE OBOE

ISE Member Firms and Service Providers will have two options for connecting to the ISE OBOE system:

- The OBOE FIX gateway using the same leased lines for connecting to ISE T7. Dedicated OBOE FIX sessions will be available for ordering via the DBAG member portal.
- A web-based interface, 'OBOE Web UI'. Access to the OBOE Web UI will be encrypted with https technology.

4 Migration Schedule

ISE OBOE will be launched on 4th December 2017. In advance, members will have access to the simulation environment in order to carry out production-like testing.

The introduction of the ISE OBOE simulation environment is currently scheduled for 25th September 2017. This will enable members to carry out connectivity testing and become familiar with the new system and its core functionality. The simulation environment will then be further enhanced from 6th November 2017 to enable testing of the deferral mechanism, publication via CEF, and processing of reports.

5 ISE OBOE Communication Calendar

The following table sets out the communication calendar for the release:

	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
Preliminary Fix Gateway Specification	x								
Fix Gateway Specification v1.0		x							
Web UI Documentation			x						
Release Notes			x						
Simulation Guide					x				
ISE OBOE Market Model					x				
Simulation launch						x			
Enhanced simulation								x	
ISE OBOE launch									x

6 ISE Contact Details

For any questions in relation to ISE OBOE please contact the Traded Markets Infrastructure department by e-mail to isextra@ise.ie or by telephone +353 1 6174200.