XETRA

XETRA ENLIGHT

Request for Quote (RFQ) service for equities, ETFs and ETPs

With Xetra® EnLight, Deutsche Börse offers a request for quote (RFQ) service which is fully integrated into the T7 trading system. It allows for on-exchange execution of off-orderbook transactions in equities[1], ETFs and ETPs and enables users to take full advantage of Deutsche Börse Group's complete service chain – from trading, clearing and settlement to trade reporting and market data dissemination.

Xetra EnLight offers potential for price improvement in block trades and is designed to achieve a high degree of automation, while at the same time reducing settlement and counterparty risks based on 100% CCP clearing.

Xetra EnLight allows banks and brokers to selectively contact market makers with requests for quotes in order to find a trading counterparty. Execution brokers can request both one-way and two-way prices from market makers. The service is based on a fully-disclosed RFQ protocol (non-anonymous requests) and supports both above and below large-in-scale transactions. For ETFs and ETPs a minimum RFQ size of €100.000 is applied. For equities, there is no restriction on size.

How to sign up
Xetra clients are able to use Xetra EnLight without further registration or additional connectivity requirements. Market makers can register on a single ISIN level to receive quote requests for the respective instruments.

Xetra EnLight is classified as a "request for quote trading system" under MiFID II.

For large-in-scale RFQs the pre-trade transparency waiver applies and trade publication is deferred in accordance with the corresponding rules defined by MiFID II.

Competitive pricing
Requesting parties and market makers benefit from a low transaction fee of 0.01 bps capped at €5 (min. €0.50).

The most important advantages at a glance:
- Optimized on-exchange off-order book price formation
- Cost-effective straight-through processing, clearing and settlement of all transactions
- Central counterparty clearing provides settlement netting with both on- and off-order book transactions, failed trades management and client asset protection services
- Fully compliant with MiFID II, including best execution requirements
- Automated trade reporting, deferred trade publication and market data dissemination
- Comprehensive audit trail functionality allows for improved compliance control
- Trading is monitored by Trading Surveillance Office to protect users from abusive market practices

[1] DAX/ MDAX/ SDAX and further German mid and small caps, ATX20, further European and North American names
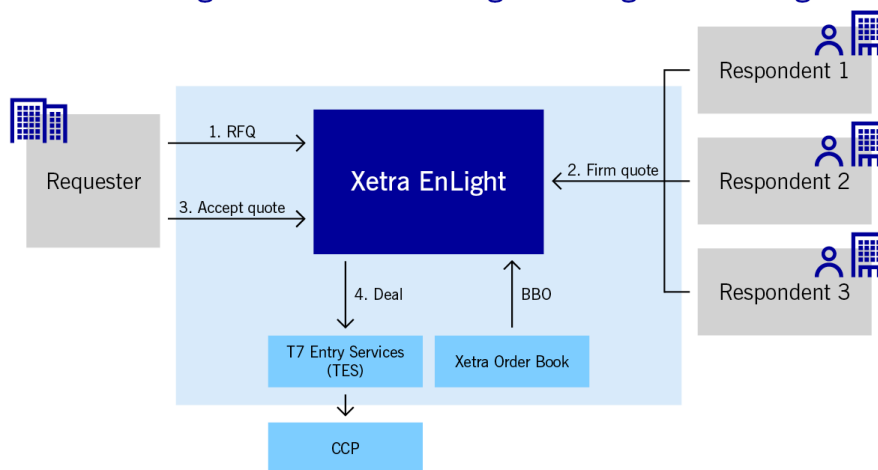
Xetra EnLight workflow

1. Requesters send a private RFQ to either all registered market makers or to individually selected market makers. The underlying buy side client can be disclosed on an optional basis.

2. Requested market makers respond with firm quotes only visible to the requesting member. Quotes can be continuously updated during the RFQ event. Xetra EnLight automatically validates quotes against a price corridor around best bid/offer (BBO) of the Xetra order book to ensure price quality.

3. Requesters can accept quotes by either automatically selecting the best quote response or by selecting a single quote response from a specific market maker.

4. Once a quote is accepted, the trade will be automatically routed to CCP clearing and further on to settlement at Clearstream via the T7 Trade Entry Service (TES).

Xetra EnLight Workflow in Straight Through Processing

Broad support from market makers, including the following firms:

Bankhaus Lampe COMMERZBANK M.M.WARBURG & CO BANK MAINFIRST A Stifel Company

MEDIOBANCA ODDO SEYDLER optiver Raiffeisen CENTROBANK

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