

Déjà-vuTrading

NEWSLETTER N° 3 / 2017

27th March 2017

The Derivatives Industry

Market making becomes more difficult on US options exchanges

The number of options market makers on US exchanges has dropped to 15 as the increase in the number of market places has resulted in drops in liquidity.

<http://www.thetradenews.com/Trading-Venues/Market-makers-grow-frustrated-with-US-options-exchanges/>

FCMs have to specialise

Clearers are having to target specific client types that match their own business strategies.

<http://www.thetradenews.com/Sell-side/FCMs-target--specialised--business-models/>

Virtu makes bid for KCG

As algorithmic trading revenues fall HFT group Virtu have made a bid for rival KCG.

<https://www.bloomberg.com/news/articles/2017-03-15/virtu-makes-unsolicited-1-3-billion-offer-for-rival-trader-kcg>

Outsourcing continues to grow

More and more middle and back office functions are being outsourced as increased regulation continues to see profits squeezed.

http://www.thetradenews.com/Technology/The-next-stage-in-outsourcing/?ref_id=8589939651&p=1

Exchanges, MTFs and CCPs

Record volume for the Euribor future

March 9th saw a record trading day on ICE with more than 10.7 million contracts traded. This total included 3.2 million euribor futures, also a record.

<http://www.businesswire.com/news/home/20170310005773/en/Intercontinental-Exchange-Sets-Total-Volume-Record-Euribor>

Deutsche Boerse/LSE merger to be vetoed

The European Commission will veto the proposed merger to create Europe's biggest exchange.

<http://www.reuters.com/article/us-deutsche-boerse-m-a-lse-idUSKBN16T1R1>

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Regulation

AMF to launch new surveillance system

The French regulator will introduce its new ICY monitoring system in the middle of 2017. It is designed to survey transactions in real time with the aim of identifying market irregularities.

<http://www.financemagnates.com/forex/regulation/francs-amf-launches-its-i-see-why-surveillance-system-in-mid-2017/>

BREXIT

Brexit could be “the straw that broke the camel’s back for the clearing business”.

According to a BlackRock managing director, Brexit may lead to fragmentation of liquidity in clearing and alongside increasing costs, a combination that could see the buy side deciding that clearing is no longer viable.

<http://www.thetradenews.com/Regulation/Brexit-threatens-clearing-model-for-UK-buy-side/>

Former Banque de France governor claims London will lose access to single market

Christian Noyer states that, post-Brexit, London will lose passporting rights and that granting Britain "free access on the basis of regulatory equivalence" would kill the idea of the EEA.

<https://www.ft.com/content/4a7e49b2-042b-11e7-aa5b-6bb07f5c8e12>

The IRSG publishes its views on The City in a post-BREXIT world

The International Regulatory Strategy Group has laid out how the loss of the European passport will impact the UK financial industry and proposes potential solutions.

<https://www.thecityuk.com/assets/2017/Reports-PDF/the-eus-third-country-regimes-and-alternatives-to-passporting-executive-summary.pdf>

Industry Events

<http://www.aima-gprf.org/agenda>

4th April 2017 Trade Amsterdam **Amsterdam**
<http://www.fow.com/events/fow-trading-amsterdam/details.html>

4th April 2017 AIMA Global Policy & Regulatory Forum 2017 **Paris**
<https://www.aima.org/event/aima-global-policy---regulatory-forum-2017.html>

Average Daily Volumes per exchange

Euronext	February	0.6 million	(-4.4% y.o.y)
Eurex	February	6.5 million	(-14.2% y.o.y.)

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ICE/LIFFE	February	5.8 million	(-4.8% y.o.y.)
CME	February	18.4 million	(-1.4 % y.o.y.)

https://derivatives.euronext.com/en/reports-statistics/derivatives/monthly-statistics?archive=this_year

http://www.eurexchange.com/blob/2933264/b715df52eb407c65b77c84d75af3ae41/data/monthlystat_201702.pdf

<http://ir.theice.com/ir-resources/supplemental-information>

https://www.cmegroup.com/media-room/press-releases/2017/3/02/cme_group_reachedaveragedailyvolumeof184millioncontractsinfebrua.html

And finally...

Research shows a diverse workforce to be beneficial

Nice to see that Déjà-vuTrading is ahead of the curve on this!

<http://www.thetradenews.com/Buy-side/Trade-like-a-girl/?elqTrackId=169acc619c6b4633b697e9570f5a2617&elq=1988b9d26b6e4889846b9387b70a9acf&elqaid=562&elqat=1&elqCampaignId=454>

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