### DEFINITIONS

**Scheduled Level 1 Only auction**
A daily intra-day auction at a known time where only the cumulative size of orders and price at the best bid and the best offer, along with indicative uncrossing volume and price are disseminated throughout auction call and any extensions.

### MARKET MAKER RULES

#### Obligations of market makers in order driven securities [4100-41034]

<table>
<thead>
<tr>
<th>Rule</th>
<th>Description</th>
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<tbody>
<tr>
<td>4101.1</td>
<td>For at least 90% of regular trading during the mandatory period;</td>
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<td>4101.2</td>
<td>Until the conclusion of the closing auction including any extensions; and</td>
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<td>4101.3</td>
<td>Where relevant, throughout for the duration of the scheduled intra-day auction for the FTSE index expiries, including any extensions; and</td>
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<tr>
<td>4101.4</td>
<td>Where relevant, for the duration of the Scheduled Level 1 Only auction, including any extensions.</td>
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**Guidance to Rule:**

Market makers will not be able to enter executable quotes that are outside the maximum spread, if they attempt to do so a rejection message will be sent to the market maker.

#### Rule 4101.1

The 90% threshold is measured daily for each security in which a market maker is registered. Where an intra-day auction has been triggered in a security due to a price monitoring breach, the time in which the security will have been in regular trading will be reduced. Therefore, market makers will be required to maintain an executable quote for 90% of the reduced period.

#### Rule 4101.2

Where a security does not have a closing auction, market makers must maintain their executable quotes until the end of the mandatory period.

#### Rule 4101.3

Market makers must maintain their executable quotes during the FTSE index expiries. The following expiries are covered by this rule:

- FTSE 100 monthly options
- FTSE 100 quarterly futures
- FTSE 250 quarterly futures

(Amended N07/15 – effective 5 May 2015)