

Deutsche Börse AG
Client Services, Trading & Clearing and Cash Market
60485 Frankfurt am Main
Germany

Company name*

Address 1 Street No

Address 2

Zip Code City

Country*

Contact details of the submitter of the FWB due diligence statement
First name* / Last name*

Telephone (incl. country code)*

E-Mail*

*mandatory fields

Member-ID Cash:*

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General

FWB needs to process a due diligence of potential trading members in order to analyze and verify that all new trading members are compliant with the criteria of FWB.

The applicable regulatory requirements are stipulated in Commission Delegated Regulation 2017/584 of 14 June 2016 supplement Directive 2014/65/EU of the European Parliament and of the Council regarding technical standards specifying organizational requirements of trading venues.

Applicability*

My company provides algorithmic trading.

My company does not provide algorithmic trading.

Fulfilment of exchange rule criteria

Article 7 of Commission Delegated Regulation 2017/584 requires trading venues to set out the conditions for using its electronic order submission systems by its members.

I herewith confirm that:*

1) My company applies FWB's pre-trade controls on price, volume and value of orders according to § 122 of the Exchange Rules of FWB

a) Price collars, which automatically block or cancel orders that do not meet set price parameters,

b) Maximum Order Values, which prevent orders with an uncommonly large order value from entering the order book

c) Maximum Order Volumes, which prevent orders with an uncommonly large order size from entering the order book and

d) Maximum messages limits, which prevent sending an excessive number of messages to order books pertaining to the submission, modification or cancellation of an order.

2) My company has a sufficient number of qualified personnel present on its business premises at all times during all trading periods according to § 14 (1) and § 41 of the Exchange Rules of FWB, i.e.

a) Qualified personnel entrusted and authorized with the management,

b) Qualified personnel authorized to conclude transactions and

c) Qualified technical personnel

3) If my company is operating an automated order-entry system, appropriate measures for a kill functionality are applied. Hence, my company is able to cancel its orders in whole or in parts and applies its own pre-trade controls according to § 39 (2) of the Exchange Rules of FWB.

4) My company is registered as an authorized investment firm as defined in Art. 4 (1) of Directive 2014/65/EU or can at any point in time explain why it is exempted or not in scope of Directive 2014/65/EU.

5) If my company provides direct electronic access according to §2 (9) of the German Exchange Act to the system of FWB it complies with the requirements set out in § 38 of the Exchange Rules of FWB.

Technical and functional conformance testing

Article 7 Paragraph 1 (c) of Commission Delegated Regulation 2017/584 obliges trading venues to set out the conditions for using its electronic order submission system and requires its members to perform technical and functional conformance testing. Article 9 of Commission Delegated Regulation 2017/584 further details the scope of the conformance testing to ensure that the basic functioning of the member's trading system, algorithm and strategy complies with the conditions stipulated by FWB.

Conformance testing has to be performed prior to the deployment or a substantial update of:

a) the trading venue's system;

b) the member's trading system, trading algorithm or trading strategy.

I herewith confirm that according to § 40 of the Exchange Rules of FWB:*

6. My company performed conformance testing in the simulation environment provided by FWB to prove that:

a) My company's systems and algorithms (if applicable) interact as expected with FWB's system matching logic,

b) My company's systems and algorithms (if applicable) adequately process the data flows from and to the trading venue,

c) The basic functionalities such as submission, modification or cancellation of an order or an indication of interest, static and market data downloads and all business data flows work as expected and

d) The connectivity, including the cancel on disconnect command, market data feed loss and throttles, and the recovery, including the intra-day resumption of trading and the handling of suspended instruments or non-updated market data work as expected.

Place	Date	Company stamp and signature
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Thank you very much for your support!

FWB management board

If you have any questions or need further assistance, please contact Regulatory Processing at regulatory.processing@deutsche-boerse.com or under +49 (0) 69 211-15858.