



# Systematic Internaliser





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## Definition

In accordance with Article 4(1)(20) of Directive 2014/65/EU of the European Parliament and of the Council of 15 May 2014 on markets in financial instruments, a systematic internaliser is defined as an investment firm which, on an organised, frequent systematic and substantial basis, deals on own account when executing client orders outside a regulated market, a multilateral trading facility or an organised trading facility without operating a multilateral system

## Scope

### Regulatory requirements

Starting from 1<sup>st</sup> September 2020, investment firms will be mandatorily classified as systematic internalisers in those financial instruments which they have traded frequently, systematically and substantially.

### SIB (Cyprus) Limited specific

SIB (Cyprus) Limited, has become a Systematic Internaliser **only for non-equity instruments (bonds and FX derivatives)** which ESMA has considered to be illiquid. List of the instruments is included in Appendix 1.

## Provision of quotes

In accordance with Article 18(2) of Regulation 600/2014 of the European Parliament and of the Council of 15 May 2014 on markets in financial instruments, in relation to bonds or derivatives traded on a trading venue for which there is not a liquid market, systematic internalisers shall disclose quotes to their clients on request if they agree to provide a quote.

SIB (Cyprus) Limited has no obligation to disclose quotes in relation to illiquid derivatives traded on a trading venue and therefore, does not agree to disclose quotes. In illiquid bonds SIB (Cyprus) Limited may disclose its Systemic Internaliser quotes to a client who requested a quote, but given that SIB (Cyprus) Limited has not agreed to provide such quotes, please note that SIB (Cyprus) Limited will not be doing so.

## Revision

Appendix is subject to revision by SIB (Cyprus) Limited

# Appendix 1

Instrument type	ISIN	Delivery Type	Currency pair	Maturity bucket	Liquidity Status
Bond	RU000A0JY023	-	-	-	Non-Liquid
Bond	USU15118AA73	-	-	-	Non-Liquid
Bond	XS2325213689	-	-	-	Non-Liquid
FX Forward	-	Non-deliverable	USD/RUB	1 week to 3 months	Non-Liquid

\* List of instruments has been updated as at 09/02/2022