



One Market, many trading solutions

***Vorvel Equities extends its business on ETF,
ETC/ETN: how it works, what changes for investors***

November 2025



In November 2025 **Negotiations begin on** **ETF, ETC/ETN** **on Vorvel Equities Segment**

This presentation aims to facilitate investors:



- *In understanding the key features of the trading of the trading methods of new instruments*
- *to become aware of the possible market dynamics that can result from its innovative matching model*



Before trading on Vorvel Equities, make sure you understand how it works

The first useful thing to do: understand how to inform yourself

How shall I inform myself on the trading methods of ETF, ETC/ETN on Vorvel Equities?

- Through this presentation
- By consulting the information material available on www.vorvel.eu and in particular by reading:
 - ✓ **Market Regulation**, the «Book 2» dedicated to the Vorvel Equities Segment
 - ✓ The description page «**Market Model**» and «**The new Market Model**» for ETF, ETC/ETN traded on the Vorvel Equities Segment, available in the dedicated section of the site
- Asking my bank for information

A New Segment for Stocks, ETFs, ETC/ETN and Funds

Which ETFs, ETCs/ETNs will I find on Vorvel Equities?

ETFs, ETCs/ETNs may be admitted to trading by request of the Issuer or of a Liquidity Provider operating with the approval of the Issuer (defined as a Specialist).

ETF, ETC/ETN already traded on other Trading Venues (Regulated or MTF) may be admitted even without the issuer's consent, upon request of a Liquidity Provider (defined as Market Maker).



Vorvel Equities aims to expand the trading opportunities on securities traded under best execution conditions for non-professional investors, increasing the overall liquidity available on securities already listed on other markets

The main information to know

What are the main things to know about trading of ETFs, ETCs/ETNs on Vorvel Equities?

- ✓ For ETFs, ETCs/ETNs, the start and end times of the Continuous Trading Phase are defined for each financial instrument with a maximum trading time of 8:00 am to 11:00 pm. The trading hours for each ETFs, ETCs/ETNs are also published on the Market's website, on the descriptive page of each financial instrument, in the "Instrument Info" section
- ✓ On ETFs, liquidity is supported by at least one Liquidity Provider (LP). MiFID II apply to LPs. The information on the Market Maker for each financial instrument is available on the website. www.vorvel.eu
- ✓ All trading proposals (TP) are in competition with each other (**Market Model All to All**) and can be matched according to one of the two following matching models:
 - **P-M-T (Price-Member-Time Priority)**
 - **RFE (Request for Execution)**

The trading method applied to each ETFs, ETCs/ETNs is also published on the Market website, on the descriptive page of each financial instrument, in the "Instrument Info" section

- ✓ Brokers (Order Flow Provider) can only operate on behalf of their clients and
- ✓ in compliance with certain limitations provided by the Regulation. The list of the Brokers who have already joined Vorvel Equities is available on the website www.vorvel.eu.

The Price-Member-Time Priority

What is the matching model and how does it work?

The matching of trading proposals takes place according to a mechanism defined as **Price-Member-Time (PMT) Priority**, which is based on the following priority criteria:

- 1) **Price** → The best price always prevails
- 2) **Member** (represented as a possible association with a **Liquidity Provider** operated by the **Order Flow Provider**) → This criterion cannot override the price criterion, but - where applicable - prevails over the time of insertion
To better understand its implications read the next slide
- 3) **Time** → The other two conditions being equal, the time of insertion prevails

The P-M-T priority is a **member preferencing mechanism** that aims to:

- reward the Market Makers for their liquidity support carried out in continuous, a key element of expanding trading opportunities under best execution conditions
- Provide Order Flow Provider with the opportunity to address this type of prize as they see fit

For further information and the implications of the PMT, please refer to the document prepared at the launch of Vorvel Equities and available at

https://vorvel.eu/sites/default/files/documents/New%20Vorvel%20Equities%20Segment_27%20jan%202025_ENG.pdf

The Request for Execution (RFE)

What is the matching model and how does it work?

This is a quote validation mechanism by the Specialist that takes place before the trade is executed. Therefore, when activated, the matching of trading proposals can only occur if the Specialist's Quotes are active, based on the priority criteria:

- 1) **Price** → *The best price always prevails*
- 2) **Time** → *at the same price, the insertion time prevails*

With the RFE trading mode activated, the matching with the Quotes can take place, based on a specific choice expressed by the Specialist at the level of each Quote, according to the methods indicated below:

Matching Order-Driven

Whenever the RFE facility is not active for a Quote, the contract resulting from the crossing between an Order and the bid or offer side of a Quote is immediately executed. Orders and Quotes are ordered in the order book and are executed according to a price-time priority criterion.

Matching RFE-Driven

Whenever the RFE facility is active for a Quote, to allow the Specialist, the possibility to validate his Quote, a RFE Phase opens in case a contract is about to be executed between an Order and the bid or offer side of a Quote.

The implications of the retail character of the segment

The presence and role of Liquidity Providers are fundamental to the expansion of trading opportunities at best execution conditions for retail users. In order to enable them to perform their task at best, Vorvel Equities has introduced other special features:

- *Liquidity Provider cannot make contracts with each other*
- *Order Flow Providers and their interconnected Operators (or Intermediaries that offer indirect access to the Segment) may not be used to carry out activities of:*
 - 1) *High Frequency Trading*
 - 2) *algorithmic trading*
 - 3) *trading on own account by authorised intermediaries*
 - 4) *funds, insurance and investors classified as professional who are not actual natural persons*

Smart Order Routing services used to select the market with the best execution conditions are allowed

Vorvel considers some behaviours as anomalies and not consented:

- *Placing an order, modification or cancellation of multiple orders in rapid succession*
- *the subdivision of a large order into multiple orders sent to the market*
- *any behaviour considered to be manipulative by the applicable legislation*

One Regulation for Vorvel Equities and Vorvel Bonds

Does anything change on Vorvel Bonds?

No!

- *The operation of the Vorvel Equities and Vorvel Bonds Segments is described in the same Book 2 of the Vorvel Market Regulation, but the changes introduced only concern the new rules for Vorvel Equities*
- *The choice of a single Regulation for the 2 Segments is based on a purely technical factor (they share the same Mic Code), which has no relevance for end users*
- ***Therefore, Vorvel Bonds' operation remains the same as before***