



London
Stock Exchange Group

MiFID & EU Markets: What is Next?

*The impact of forthcoming rules and policies for the
European trading and post-trading landscape*

**ECMI – LSE Group
1 February 2010**

**The Forum
London Stock Exchange
10 Paternoster Square
London EC4M 7LS**

Announced with much acclaim, the implementation of the Markets in Financial Instruments Directive (MiFID) has been put aside in the post-crisis debate. Although some effects are emerging from the abolition of the exchanges' monopoly, the application of MiFID's detailed conduct of business rules, such as best execution, know your customer rules and organisational requirements leave much to be desired. Information on the implementation and enforcement of these rules is still lacking in today's market environment.

This Conference will give an overview on the current status of MiFID real implementation across Member States and the future EU regulatory agenda. ECMI will present survey on the "real" implementation of MiFID across EU Member States, two years after the deadline.

Where will new developments lead trading and post-trading infrastructures?

What are the challenges of next MiFID review and the implications for European equity markets?

8.30 Registration and Breakfast

9.00 Keynote Address – Xavier Rolet, CEO, LSE Group

9.30 MiFID Implementation: drafting the agenda for 2010-2015

After Mr Rolet's keynote address, the first institutional panel will discuss the current status of MiFID implementation across Europe and its impact on financial markets infrastructure, business models of trading venues and business conduct rules (conflict of interests and so on). Speakers will then discuss challenges of the future EU agenda for the 2010 MiFID review.

- **David Wright**, Deputy Director General, DG Internal Market European Commission
- **Carlo Comperti**, Secretary General, CESR
- **Brian Scott-Quinn**, Professor, ICMA Centre, University of Reading
- **Bruce Hamilton**, Research, Morgan Stanley

Moderator: **Jeremy Grant**, Financial Times

9.30 Discussion

10.45 Q&A

11.00 Coffee

11.30 The new trading landscape after MiFID: challenges from competition, new technologies, brokers' crossing networks and dark pools. How will trading venues change in the next future?

Speakers in this panel will deal with the new trading landscape two years after the implementation of MiFID. Pressure from competition, new technologies, crossing networks and dark pools are reshaping the market. What is the future of competition for European trading venues? Are we moving to a single pan-European trading market or will national segmentation remain? Are the benefits from the broad diffusion of electronic trading and lower costs of trading offset by quality of consolidated data problems, opacity of dark pools and potential impact of fragmentation on price formation? In this respect, should we expect something from the MiFID review? What do new technologies imply in terms of efficiency, business opportunities and how will they affect all market participants? How should regulation deal with data consolidation, brokers' crossing networks and dark pools?

- **Brad R. Hunt**, Managing Director, Equities, Goldman Sachs
- **Jean-Baptiste de Franssu**, CEO, Invesco Europe and President, EFAMA
- **Nic Bertrand**, Head of Equities, LSE Group
- **David Lawton**, Markets Infrastructure and Policy, FSA
- **Alasdair Haynes**, CEO, Chi-X

Moderator: **Ruben Lee**, Oxford Finance Group

11.20 Discussion

12.30 Q&A

12.45 Light Lunch

13.30 ECMI Presentation of a survey on MiFID “real” implementation

- **Karel Lannoo**, ECMI Secretary General

13.45 What is not working with MiFID implementation? Best execution and other relevant issues.

ECMI will present a survey on MiFID “real” implementation. After the presentation, a panel will discuss the problem with the implementation of best execution and other potential issues for European financial markets in the post-MiFID landscape. Best execution is usually considered as consumer protection measure but it represents MiFID's core tool to boost “fair” competition between trading venues and to improve market infrastructure. Discussants will also focus on other implementation issues (e.g. know-your customer rules, trade reporting and the role of data consolidation and standardisation) and ways to improve its diffused application without affecting market transparency and integrity (e.g. consolidated tape?).

- **Claudio Salini**, Head of Financial Markets Division, CONSOB
- **Richard Balarkas**, CEO, Instinet Europe
- **Stephen Grady**, Global Head of Dealing, Barclays Wealth
- **Peter Gomber**, Professor and Co-Chair, E-Finance Lab, Goethe University Frankfurt
- **Andrew Allwright**, Business Manager MiFID Solutions, Thomson Reuters

Moderator: **Andrew Hilton**, Director, CSFI, London

13.45 Discussion

15.00 Q&A

15.15 Post-trading: how will the back office look like in the coming months?

The financial crisis and post-MiFID developments have sharpened the debate on Europe's back office architecture. The infrastructure and business models are quickly evolving. This panel will look into post-trade issues raised indirectly by MiFID, as well as the ECB's project on Target 2 Securities (T2S), the role and regulation of CCPs and the prospects of a new Directive for securities clearing and settlement. The panel will also evaluate, as follow-up to the financial crisis, the relative merits of legislative actions for OTC markets.

- **Diana Chan**, CEO, EuroCCP
- **Klaus Loeber**, Head Oversight Division, ECB
- **Mattias Levin**, Financial Infrastructure, European Commission
- **Paul Symons**, Head of Public Affairs, Euroclear
- **Luis Correia**, Managing Director, Oxera

Moderator: **Kevin Milne**, Director of Post-Trade Services and Member of the Executive Committee, LSE Group

15.15 Discussion

16.30 Q&A

16.45 Concluding Remarks

- **Fabrice Demarigny**, former Secretary General, CESR and Chair, European Investors' Working Group

17.00 End of the Conference

About us

The **European Capital Markets Institute (ECMI)** is an independent non-profit think-tank. ECMI's membership base comprises financial services firms, stock exchanges, regulatory bodies, university institutes and many leading institutions. Since January 2006, ECMI's activities and research programme have been managed and staffed by the Centre for European Policy Studies (CEPS), a highly reputed, independent think tank based in Brussels. ECMI regularly produces publications for its members: quarterly newsletters, annual reports, a statistical package, regular commentary and research papers, as well as occasional workshops and conferences. ECMI also advises European regulators on policy-related matters, acts as a focal point for interaction between academic research, market sentiment and the policy-making process, promoting a multidisciplinary and multidimensional approach. More info at www.eurocapitalmarkets.org or www.ceps.eu.