EEX Matrix Market Making Scheme

part of eex group

New Matrix Market Making Scheme

- EEX AG has developed a new market making scheme, the “Matrix Market Making Scheme”
- This scheme allows Market Makers to continuously choose between different performance levels (tight/standard/wide spread with different time presence levels and lot sizes).
- Compensation depends on the performance level fulfilled in the respective month.
- This setup provides Market Makers with more flexibility, allowing them to adjust their quoting to the concrete market situation, without the need for EEX to first announce fast market / extended fast market.
- This also marks a departure from the previously prevailing "all or nothing" approach in favor of a graduated compensation depending on the level of performance.

External

Market Makers for the New Scheme Usually Chosen in a Tender

- The Market Makers for the new Market Making Scheme are usually chosen in a tender

- This approach enables competition amongst the members interested to participate in the Matrix Market Making Scheme, ensuring the best possible conditions, while at the same time complying with equal treatment.

- So far, such a tender was run for dedicated Power-, Gas- and Emissions-markets.

- Depending on the asset class, participants could submit bids for the specifics of the quotation obligation (values for the tight/standard/wide spread and presence levels) and/or for the price.

- EEX AG might consider to roll out the Matrix Market Making Scheme to further markets in the future.

External