SEF Execution Flow for Permitted Transaction (without middleware for FCM’s)

Party A (Price Taker)  Party B (Price Maker)  SEF  FCM Party A  FCM Party B  CCP  TR

Party A sends an order or an RFQ

Limit Check Party A

Limit response Party A

Limit Check Party B

Limit response Party B

Fill order / RFQ

Order Filled

Trade Last Look (Acceptance)

Trade Last Look

Trade Acceptance

Trade Acceptance

Alpha Trade NOE + USI

Alpha Trade NOE + USI

SEF Submits the trade for Clearing to the CCP

SEF Submits the trade for reporting to TR

SEF Notifies Beta Cleared Trade + New USI to Party A

CCP Splits the Trade by Stepping in and sends back the trades with new USI’s

SEF Notifies Beta Cleared Trade + New USI to FCM Party A

SEF Notifies Gama Cleared Trade + New USI to FCM Party A

CCP Reports Trade to TR

SEF Notifies Gama Cleared Trade + New USI to Party B

Draft for discussion only
SEF Execution Flow for Permitted Transaction (with middleware for FCM’s)

Party A (Price Taker) → Party B (Price Maker) → SEF → FCM Party A → FCM Party B → Middleware → CCP → TR

- Party A sends an order or an RFQ to Party B.
- Party A fills the order / RFQ.
- Order Filled → Limit Check Party A.
- Limit response Party A.
- Limit Check Party B.
- Limit response Party B.
- Alpha Trade NOE + USI → SEF Notifies Beta Cleared Trade + New USI to Party A.
- SEF Notifies Gama Cleared Trade + New USI to Party B.
- Trade Last Look (Acceptance) → Trade Acceptance.
- Trade Acceptance.
- CCP splits the trade by stepping in and sends back the trades with new USI’s.
- CCP Reports Trade to TR.
- SEF submits the trade for clearing to the CCP.
- SEF submits the trade for reporting to TR.
- Middleware notifies Beta Trade + New USI to FCM Party A.
- Middleware notifies Gama Trade + New USI to FCM Party B.
- CCP splits the trade by stepping in and sends back the trades with new USI’s to middleware.
- CCP reports Trade to TR.

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