



Block Trading Solutions



ABOUT THE SOLUTIONS

In November 2023, B3 provided the market with three solutions for block trading:

Midpoint Order Book

Midpoint Order Book: trade on the average price between the best bid and ask prices of the central order book.

Book of Block Trade (BBT)

BBT: trade with possible premium or discount in relation to the central book.

Request for Quote (RFQ)

RFQ: allows the request of a price quotation to the market, with possible responses within a time limit and premium or discount in relation to the central book.

The solutions follow Resolution CVM nº 135/2022 guidelines regarding block trading.

KEY BENEFITS

- Specific solutions for block trading, without interaction with the central limit order book
- Expansion of counterparties encounters in block trading, in a centralized infrastructure accessed by the entire market
- Pre-trade confidentiality (orders are not disclosed to the market)
- Potential improvement on the execution price of block trades
- Exchange solutions, with all trades guaranteed by B3 Clearinghouse

STATISTICS FROM THE FIRST MONTH OF TRADING

From November 27 to December 28, 2023.

- BRL 174MM traded in the 1st month, and ADTV of BRL 7,5MM
- Trading concentrated on Midpoint and BBT, with 65% and 35% of traded volume, respectively
- 69 trades in total, including stocks and BDRs
- Orders on screen for tickers of all CVM liquidity levels
- Orders sent via DMA and trading desks
- Participation of 12 brokers in the intermediation of the trades

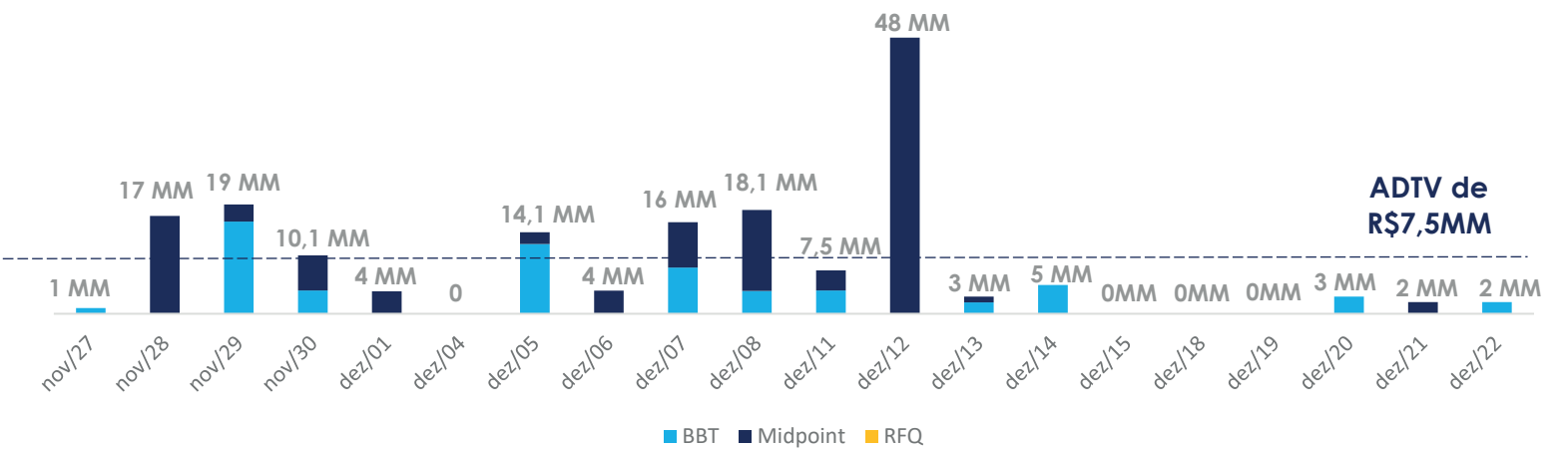
Consolidated Volume per solution (BRL MM)



Nº of trades per solution



Volume traded per day (BRL MM)



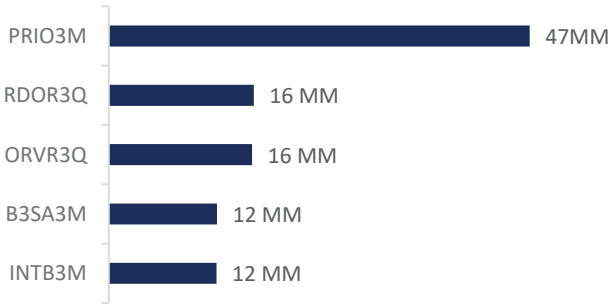
*from Dez/22 to Dez/28 there were no trades

Nº of tickers with orders and trades

	Quoted tickers	Traded Tickers
Midpoint	106	14
BBT	57	9
RFQ	2	0

Most traded tickers (BRL MM)

The 5 assets below represented ~60% of the total block trading volume in the period



Tickers with orders and trades considering CVM's liquidity level

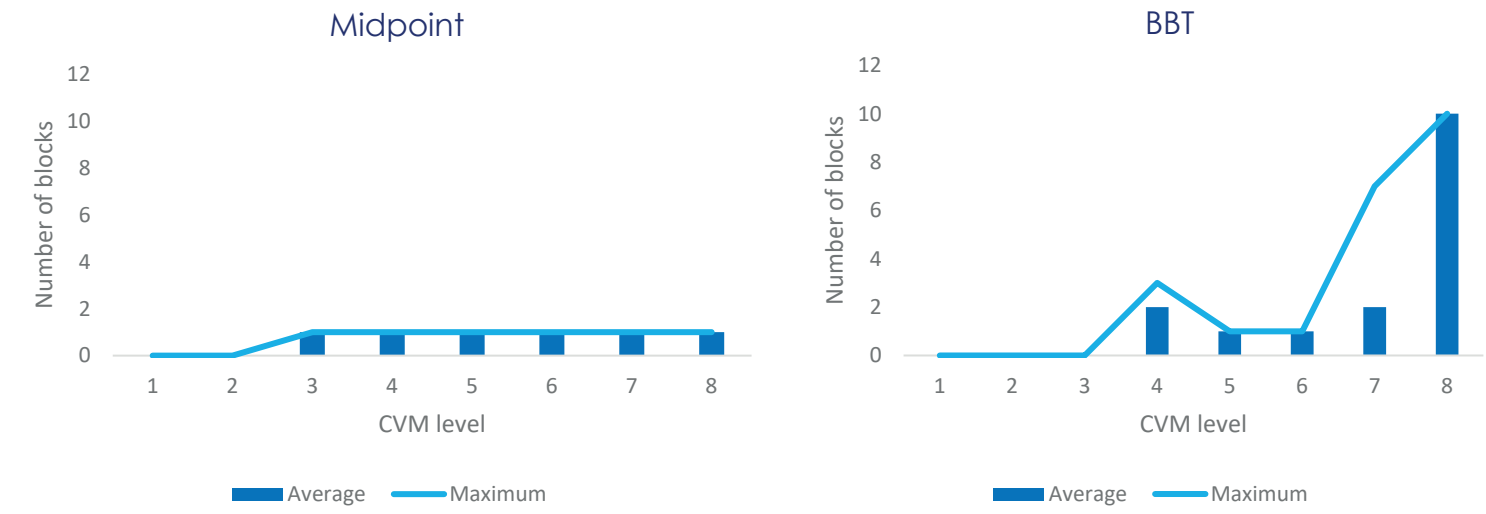
Level CVM	Interest in trading		
	Midpoint	BBT	RFQ
1 (BRL 8,5MM)	✓	✓	
2 (BRL 7MM)	✓	✓	
3 (BRL 6MM)	✓ ✓	✓	
4 (BRL 4MM)	✓ ✓	✓ ✓	✓
5 (BRL 3MM)	✓ ✓	✓ ✓	
6 (BRL 2MM)	✓ ✓	✓ ✓	✓
7 (BRL 1MM)	✓ ✓	✓ ✓	
8 (BRL 500k)	✓ ✓	✓ ✓	

Orders on screen for tickers of all CVM levels

Trades concentrated in the lowest liquidity levels, both at Midpoint and BBT

Subtitle: ✓ Order ✓✓ Trade

Average and maximum trade size by solution and CVM liquidity level



Traded volume - % by investor type

