



Meeting DATE: 14 April 2014

Name INTEREST GROUP/STAKEHOLDER: Quantlab (Transparency No: 787998916363-29) and Hudson River Trading (Transparency No 193650916324-67)

Present: [REDACTED], Hudson River Trading Europe Ltd; [REDACTED], [REDACTED] Quantlab Financial LLC; [REDACTED], [REDACTED], FleishmanHillard; [REDACTED], Research Executive; FleishmanHillard.

Most important information transmitted by stakeholder:

*Quantlab and Hudson River Trading commented on high frequency trading under MiFID II. Testing should be split into 2 legs: algo testing per se, which can in their opinion only be done in the firm's own framework (under supervisory oversight) as all data that are going to be used are needed for the testing, and systems testing (testing of communication channels with the trading venues, 'testing' or 'dummy symbols' to test connectivity can be very useful here, in particular for firms which are directly linked to a venue.*

*They also mentioned that the rebates for market makers should be calibrated carefully.*

*On MAR they mentioned that they supported the approach on layering and spoofing, but that one needs to be careful in the approach to 'quote stuffing' as all orders may potentially slow down an exchange in interaction with other orders.*