



MiFID II. Compliance

The Budapest Stock Exchange (BSE) complies with Article 11 of (EU) 2017/567 Regulations with the following documents at the links below.

- a) The date of the most recent modifications of the terms of accessing market data, the actual schedule of fees, the discount policy, regarding the fees of our market data can be found at the following links below:
 - <https://www.bse.hu/Vendors/ Vendor-Guidelines/ Vendor-Agreement>
 - https://www.bse.hu/pfile/file?path=/site/Magyar/Dokumentumok/ Vendoroknak/2017/BSE_Fee_Schedule_2018_2.pdf1
 - <https://www.bse.hu/Vendors/ Overview>
- b) Future price changes related to accessing data will be published by BSE at least 90 days in advance of the modification
- c) Information on the content of market data, including the number of covered assets, the total turnover of the covered assets and any other type of data in addition to the market data can be found at the links below:
 - <https://www.bse.hu/pages/ product-list>
 - <https://www.bse.hu/pages/ traffic-data>
 - <https://www.bse.hu/Vendors/ Reference-data>
 - https://bse.hu/pfile/file?path=/site/Magyar/Dokumentumok/ Befektetok/ BÉT_ szabalyok/ Fee_schedule_16022018.pdf1
- d) The revenue obtained from making market data available and the proportion of that revenue compared to the total revenue of BSE can be found in the financial report of BSE, which is available at:
 - <https://www.bse.hu/About-Us/ Information-Center/ Financial-Reports>
- e) BSE provides the following information about the methodology of pricing, including the applied methods of cost accounting and allocating direct and variable joint costs and fixed joint costs between the production and distribution of market data and any other services provided by BSE.
 - BSE examines its costs by type of costs determined by management accounting then chooses the appropriate cost driver to allocate costs to business activities and to the “others” group. For the purpose of manager accounting BSE presents the costs in “Gross” (including the non-deductible VAT) form.

During the pricing of market data, reasonable costs taken into account by BSE in proportion of data sales revenue to the total revenue of BSE, excluding the following cases:



- payroll expenses, including the expenses of non-employee staff members, wage related contributions and fringe benefits are taken into account by the proportion of work hours related to Market Data Sales Division and the total work hours of BSE employees
- during market data pricing the cost of Alliance Data Highway which transmits market data, is taken into account in full amount by BSE;
- technical connection fees are taken into account by the proportion of the revenues of the Equities Section and the Market Data Sales Division;
- distribution of the corporate tax is only done between cost centers which have positive result before taxes based on earnings before taxes.

Prices of market data are based on the cost of production and distribution of data. The profit margin provided on a reasonable commercial basis added to the actual costs is determined by taking into account the return on revenue, return on costs, return on operational assets, the return on equity and market conditions.