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Additional Information

Level 1 Regulation
Markets in Financial Instruments Regulation (MiFIR) Regulation (EU) No 600/2014- MDP

Topic
ESMA70-1861941480-56 Questions and Answers on MiFIR reporting

Subject Matter
Reporting of Emission Allowances

Question
How should Trading Venues and SIs report emission allowances (i.e., European Union Allowances (EUAs) and European Union Aviation Allowances (EUAAs)) auctioned for the phase 4 of the EU Emission Trading System (ETS) (hereafter “phase 4 emission allowances” or derivatives thereof under MiFIR Article 27 and RTS 23?

ESMA Answer

11-07-2022

Original language

[ESMA 70-1861941480-56 MiFIR data reporting Q&A, Q&A 19.1]

The ISIN displayed on European Commission's website to phase 4 emission allowances should be reported in FIRDS under RTS 23. Field 1 – Instrument identification code **should be reported with ISIN EU000A2QMW50 for EU allowances and EU000A2QMW68 for EU aviation allowances**. In case of derivatives having as underlying a phase 4 emission allowance, Field 26 – Underlying instrument code should be populated with EU000A2QMW50 for EU allowances and EU000A2QMW68 for EU aviation allowances. The table below clarifies the different reporting scenarios based on the type of emission allowance. The fields displayed in the tables are all RTS 23 fields that are applicable to emission allowances or derivatives thereof in the FIRDS CFI validation rules.

Example 1 – Reporting of phase 4 EUA (spot)

RTS 23 Field number	RTS 23 Field name	Value	Content to be reported[1]
1	Instrument identification code	EU000A2QMW50	ISIN displayed on the European Commission's website.
2	Instrument full name	EUA Allowance Units Phase 4	

3	Instrument classification	ITNXXX	
4	Commodities or emission allowance derivative indicator	No	
5	Issuer or operator of the trading venue identifier	LEI	LEI of the regulated market appointed as an auction platform pursuant to COMMISSION REGULATION (EU) No 1031/2010’
6	Trading Venue	Segment {MIC} of Trading Venue	
8	Request for admission to trading by issuer	No	
11	Date of admission to trading or date of first trade	10/04/2022	
12	Termination date	10/04/2024	
13	Notional currency 1	EUR	

Example 2 – Reporting of a future on phase 4 emission allowance

RTS 23 Field number	RTS 23 Field name	Value	Content to be reported[2]
1	Instrument identification code	{ISIN} of financial instrument	
2	Instrument full name	XXX FUTURE ON EEA	
3	Instrument classification	FCNPSX	
4	Commodities or emission allowance derivative indicator	Yes	
5	Issuer or operator of the trading venue identifier	{LEI} of issuer	
6	Trading Venue	Segment {MIC} of Trading Venue	
8	Request for admission to trading by issuer	No	

11	Date of admission to trading or date of first trade	10/04/2022	
12	Termination date	10/04/2023	
13	Notional currency 1	EUR	
24	Expiry date	10/04/2023	
25	Price Multiplier	1000	Lot size /contract size , *e.g. for exchange traded derivatives, 1 lot corresponds to 1,000 allowances or 1,000 tCO2. EUAs*
26	Underlying Instrument code	EU000A2QMW50	ISIN displayed on the European Commission’s website.
28	Underlying index name		Optional
29	Term of the underlying index		Optional
34	Delivery type	‘PHYS’	
35	Base product	ENVR	
36	Sub product	EMIS	

37	Further sub product	EUAE
38	Transaction type	OTHR
39	Final price type	EXOF

Example 3 – Reporting of option on a future on phase 4 emission allowance

RTS 23 Field number	RTS 23 Field name	Value	Content to be reported[3]
1	Instrument identification code	{ISIN} of financial instrument	
2	Instrument full name	XXX OPTION ON FUTURE - EEA	
3	Instrument classification	OPEFPS	
4	Commodities or emission allowance derivative indicator	Yes	
5	Issuer or operator of the trading venue identifier	{LEI} of issuer	

6	Trading Venue	Segment {MIC} of Trading Venue	
8	Request for admission to trading by issuer	No	
11	Date of admission to trading or date of first trade	10/04/2022	
12	Termination date	10/04/2023	
13	Notional currency 1	EUR	
24	Expiry date	10/04/2023	
25	Price Multiplier	1000	Lot size /contract size , *e.g. for exchange traded derivatives, 1 lot corresponds to 1,000 allowances or 1,000 tCO2. EUAs*
26	Underlying Instrument code	{ISIN} of the underlying future contract	ISIN of the underlying future
28	Underlying index name		Optional
29	Term of the underlying index		Optional

30	Option type	‘PUTO’	
31	Strike price	90.00	Price at which the underlying is purchased or sold when the option is exercised
31	Strike price currency	‘EUR’	
33	Option exercise style	‘EURO’	
34	Delivery type	‘PHYS’	
35	Base product	ENVR	
36	Sub product	EMIS	
37	Further sub product	EUAE	
38	Transaction type	OTHR	
39	Final price type	EXOF	

[1] In case of further clarification of the description of the fields are needed these are provided in this column

[2] In case of further clarification of the description of the fields are needed these are provided in this column

[3] In case of further clarification of the description of the fields are needed these are provided in this column