



# Arrival Price Service (APS)

Supporting the Requirements of Transaction Cost Calculation under the PRIIPs Regulation

Starting in 2025, implicit costs announced in PRIIP KIDs have to be calculated accordingly to the “Arrival Price Methodology”. This methodology requires the access to a huge volume of intraday market data to process the calculation.

**SIX proposes APS, a managed service helping manufacturers to easily comply with this technical standard without having to spend resources on managing the required market data.**

## Your Regulatory Challenge

Specific transaction costs must be stated within the PRIIP KIDs. Currently, products manufacturers have the option of estimating these costs approximately using the MiFID or estimation method instead of calculating them at great expense. The European Commission is amending PRIIPs regulation (EU) No 1286/2014: from 2025, the EU requires all PRIIP producers to use the Arrival Price Method to calculate transaction costs in order to ensure cross-product comparability.

This means that from the end of 2024, a PRIIP KID that meets the basic regulatory requirements must use the Arrival Price Method to calculate transaction costs, on an ex-ante basis, this requires 3 years of historical prices. The Arrival Price Method requires not only historical tick data in local exchange time, licensed by PRIIP KID creators, but also a comprehensive, transparent set of rules that must be implemented for various asset classes and case constellations.

## Our Offer

The application of the Arrival Price Method as the basis for calculating the implicit transaction costs an arrival price must be determined namely at the time the order is placed (order is placed on the market). This arrival price is set against the actual trade price and is included in the calculation of transaction costs as a cost per trade.

APS, the managed service provided by SIX, allows you to easily request and receive, for your selected transactions list per fund the arrival price or /and the underlying price points such as bid/offer/open/close prices. The data is delivered in a flat file format which is humanly readable, easy to understand and to integrate in any back office system. Any ad-hoc requests can also be performed using the same workflow, selecting, submitting and receiving.

## Features

The methodology requires the calculation to be made on all transactions for a period of 3 years when possible. SIX can provide the historical intraday data accordingly. Product manufacturers receive an initial batch of all arrival prices related to the transactions in their portfolio executed over the last three years. Then a delta file is sent on a monthly basis.

### Key Benefits

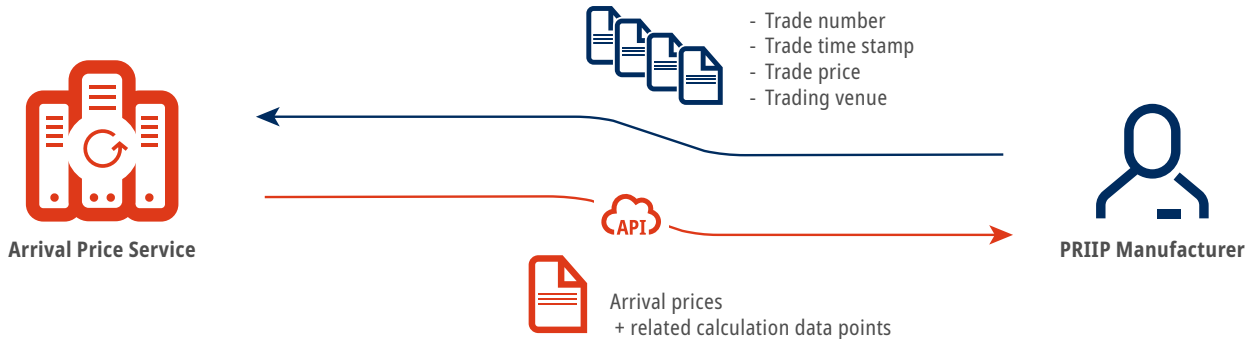
- ☆ **Accuracy:** APS uses the snapshots derived from an extensive global database updated around the clock, providing a comprehensive window into all market activity behind a price.
- ☆ **Coverage:** SIX provides large instrument intraday prices from 900 global exchanges, trading venues and institutions, creating a vast, authoritative source of data for the financial industry.
- ☆ **Compliance:** the RTS requirements are followed by the service, including the 3 years of historical intraday.
- ☆ **Specific support:** a dedicated team monitors the workflow and supports the clients.

### Why You Can Rely on SIX and APS

For over a decade, SIX has developed its expertise in the regulatory topics: investor protection, risk analysis, reporting, regulatory calculation. This expertise is the foundation to this managed service, the consistent application of the arrival price methodology and the support provided by APS for our clients' PRIIPS regulation compliance.

SIX is not a data vendor but a business partner that listens to the market's needs and adapts its offering to the specific requirements of its clients. Partner with SIX for your compliance now.

### THE ARRIVAL PRICE SERVICE WORKFLOW



None of the information contained herein constitutes an offer or a recommendation to buy or sell or take any other action regarding financial instruments. SIX Group Ltd or its direct and indirect subsidiaries (hereafter: SIX) are liable neither for the completeness, accuracy, currentness and continuous availability of the information given, nor for any loss incurred as a result of action taken on the basis of information provided in this or any other SIX publication. SIX expressly reserves the right to alter prices or composition of products or services at any time.

© SIX Group Ltd, 2024. All rights reserved.

We have offices in over 20 locations, to get in touch with your local SIX office visit [www.six-group.com/contacts](http://www.six-group.com/contacts).

**SIX Financial Information Ltd**  
Hardturmstrasse 201  
P. O. Box  
CH-8021 Zurich

T + 41 58 399 2111  
[www.six-group.com/financial-information](http://www.six-group.com/financial-information)