

Liv-ex Trading Automation Guidelines

Thank you for choosing to connect directly to Liv-ex. We are confident that your connection will allow you to increase your efficiency and to trading opportunities. Below are a list of factors that you should consider during the development of your system. The list is not exhaustive but is intended to provide some signposts to create a safer connection.

- 1) Ensure that you are sending orders for the correct wine – the connection uses LWIN, so make sure that your wines have been matched to the correct LWIN
- 2) Ensure that your system makes it clear to any users what price and quantity they are buying or selling at. It must be clear if the price displayed is a bottle price or a case price and whether they are buying e.g. a case of 6 or 12 bottles
- 3) Liv-ex systems include provision for alerting if for example it appears that the quantity and price have been mixed up. If you plan to circumvent these checks (fat finger errors), make sure you design your own safeguards to replace them
- 4) If allowing your customers to sell through your system, please ensure that you know the case is SIB quality and can be made available within the contract period. Failing this you will be required to supply a case that is. This may mean purchasing one to fulfil the trade (the same as for any Liv-ex trade)
- 5) It is good practise to make sure customers selling through you on Liv-ex have submitted their wines for an SIB passport in advance of any sale – you are responsible for ensuring an SIB case is supplied to settle any trade.
- 6) You may wish to apply individual trading limits to your customers to ensure that no one customer can max-out your Liv-ex trading limit
- 7) When you allow your customers to buy on Liv-ex through your system, you are committing to the trade. Any orders that they may cancel under consumer protection rights do not affect the Liv-ex trade. You will still be responsible for fulfilling the contract with Liv-ex
- 8) Please ensure that you understand the provisions in our terms and conditions that relate to the potential that the connection could go down. If Liv-ex goes down your SIB positions will be automatically suspended upon restart.
- 9) All orders placed on Liv-ex are binding until you receive a delete confirmation from Liv-ex. We offer a 'heartbeat' service to monitor the status of Liv-ex
- 10) Should your system fail, it is your responsibility to manually suspend your trades via the Liv-ex website
- 11) Keep your API access key and password safe – if orders are placed on Liv-ex using your API access key and password, it is the same as someone using your username and password on Liv-ex to place orders
- 12) You may wish to consider how you protect access to your own system. Anyone with access to it could place orders on Liv-ex, that you will be responsible for
- 13) Liv-ex standard trading limits still apply. You may wish to consider placing margin with Liv-ex to increase your trading limits