

INTER-DEALER MUNICIPAL TRADING

Background

Municipal securities are traded by municipal securities dealers in one of three ways:



1. Through alternative trading systems (ATSs)



2. By using "broker's brokers" (voice brokers)



3. Traditional direct transactions with a known counterparty

The MSRB collects data on types of municipal securities transactions through its Real-Time Transaction Reporting (RTRS) system. Since July 2016, the MSRB has collected data on inter-dealer transactions that are executed using the services of an ATS. To support market transparency, ATS and broker's brokers trades are identified on the MSRB's public [Electronic Municipal Market Access \(EMMA®\) website](#) with a special indicator. This fact sheet highlights the different types of municipal inter-dealer trading for the 12 months ending September 30, 2017.

Total Municipal Securities Transactions

10 MM trades

3.9 MM inter-dealer trades

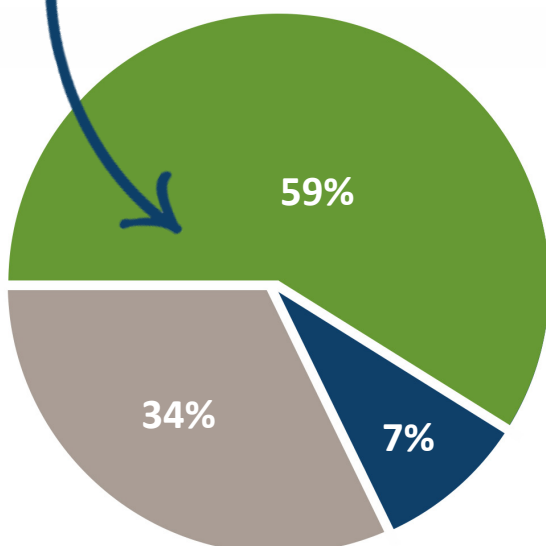
\$2.7 T par traded

\$531 B inter-dealer par traded

Total Inter-Dealer Trades and Par Traded

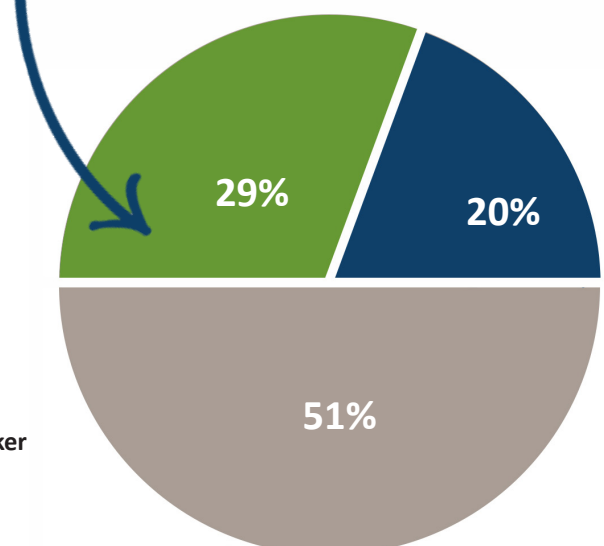
59% of inter-dealer trades of municipal securities were executed on an ATS

90% of ATS trades were of \$100,000 or less



29% of inter-dealer par amount traded were executed on an ATS

42% of par amount traded on ATSs were of \$100,000 or less



■ ATSs
 ■ Broker's Broker
 ■ All Other