

Country by Country reporting schedules

The Capital Requirements Directive IV (Article 89 of the EU Directive 2013/36/EU) requires qualifying institutions to publish annually certain tax and financial data for each country in which they operate. MarketAxess Europe Limited (the “Company”) is a qualifying institution under the terms of the Capital Requirements Directive IV (the “Directive”).

In accordance with the Directive, the Directors of the Company have prepared the required information for the financial year ended 31 December 2015 below. The audited statutory financial statements of the Company for the year ended 31 December 2015 can be obtained from 5 Aldermanbury Square, London EC2V 7HR.

Jurisdiction	Number of Employees	Operating Income £'000	Profit / (loss) before tax £'000	Corporation tax paid / (received) £'000	Public subsidies received £'000
United Kingdom	53	26,286	13,726	1,684	-
Singapore	5	1,128	54	2	-
Total	58	27,414	13,780	1,686	-

Jurisdiction	Description of activities	List of entities
United Kingdom	Operates a leading electronic trading platform that enables fixed-income market participants to efficiently trade corporate bonds and other types of fixed-income instruments using our patented trading technology.	MarketAxess Europe Limited
Singapore	Sales and Marketing office	MarketAxess Europe Limited

Note - Basis of preparation and explanatory notes

Accounting framework: The figures disclosed in the table above are prepared in accordance with International Financial Reporting Standards (“IFRS”) as adopted by the European Union and International Financial Reporting Standards Interpretations Committee (“IFRS-IC”) interpretations and with those parts of the Companies Act 2006 applicable to companies reporting under IFRS, as for the statutory financial statements of the Company.

Jurisdiction: The jurisdiction in each case has been taken as the country of tax residence.

Number of employees:	The number of employees has been calculated as the average number of employees, on a monthly full time basis, who were permanently employed by the Company during the financial year to 31 December 2015.
Operating Income:	As defined in note 1 to the statutory financial statements for the Company for the financial year ended 31 December 2015.
Profit before tax:	As per the Profit and Loss Account included in the statutory financial statements for the Company for the year ended 31 December 2015.
Corporation tax paid:	This represents the corporation tax actually paid in each country in the year ended 31 December 2015.

Independent auditors' report to the Directors of MarketAxess Europe Limited

We have audited the accompanying schedules of MarketAxess Europe Limited for the year ended 31 December 2015 ("the schedules"). The schedules have been prepared by the directors based on the requirements of the Capital Requirements (Country-by-Country Reporting) Regulations 2013.

Directors' Responsibility for the schedules

The directors are responsible for the preparation of the schedules in accordance with the Capital Requirements (Country-by-Country Reporting) Regulations 2013, for the appropriateness of the basis of preparation and the interpretation of the Regulations as they affect the preparation of the schedules, and for such internal control as the directors determine is necessary to enable the preparation of the schedules that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on the schedules based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the schedules are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the schedules. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the schedules, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the schedules in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the schedules.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the country-by-country information in the schedules for the year ended 31 December 2015 is prepared, in all material respects, in accordance with the requirements of the Capital Requirements (Country-by-Country Reporting) Regulations 2013.

Basis of Preparation and Restriction on Distribution

Without modifying our opinion, we draw attention to Note 1 to the schedules, which describes the basis of preparation. The schedules are prepared to assist the directors to meet the requirements of the Capital Requirements (Country-by-Country Reporting) Regulations 2013. As a result, the schedules may not be suitable for another purpose.

Independent auditors' report to the Directors of MarketAxess Europe Limited
(continued)

Our report is intended solely for the benefit of the directors of MarketAxess Europe Limited. We do not accept or assume any responsibility or liability to any other party save where terms are agreed between us in writing.

PricewaterhouseCoopers LLP

PricewaterhouseCoopers LLP

Chartered Accountants

10 August 2016

London