M-ELO
Midpoint Extended Life Order

What if there was an order type designed for longer-term investment horizons?

Find like-minded counterparties
Meet M-ELO, the order type that will only execute against other M-ELO order types, matching like-minded longer-term investors on a broker-neutral exchange.

Non-display
M-ELO reports to the tape like other midpoint executions

No costly connectivity updates
Market participants can use existing exchange connectivity to avoid costly technology updates

When an M-ELO order enters the book, it is held before becoming executable.

Here is an example of a potential M-ELO interaction.

A Buy M-ELO order is received and after the 10 ms waiting period is eligible for execution against other M-ELO orders

A marketable Sell IOC order sweeps the bids on the Nasdaq book, but does not execute against the protected M-ELO order

The NBBO changes and the Buy M-ELO order is updated to the new midpoint

A Sell M-ELO order is received

After the 10 ms waiting period, the Sell M-ELO is eligible for execution. The Buy M-ELO order and the Sell M-ELO order execute at the midpoint

MIDPOINT 1: $10.00

ORDER #1
BUY M-ELO

ORDER #2
SELL IOC

OFFER 1: $10.01

BID 1: $10.00

MIDPOINT 2: $9.99

ORDER #3
SELL M-ELO

OFFER 2: $10.00

BID 2: $9.99

M-ELOs
MATCHED AT
THE MIDPOINT

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