

PhillipCapital UK Limited

Annual Best Execution Disclosure 2017

April 2018



Background

On an annual basis, PhillipCapital UK (PCUK) is required to provide annual disclosures around the execution venues used for each asset class and certain information on the quality of execution in line with the requirements of Regulatory Technical Standard 28 (“RTS 28”) supplementing the EU Market in Financial Instruments Directive (‘MiFID II’). Disclosures must be made in relation to orders executed for professional clients and retail clients. In 2017, PCUK had no professional clients, so this disclosure will only pertain to retail client orders. For the purpose of this report, the volume has been converted to be expressed in a single currency and the values have been expressed in US dollars.

Criteria for Best Execution

As a provider of services to retail clients, total consideration is the primary factor when determining best execution. Within the overarching requirement of total consideration, PCUK will determine the relative importance of the execution factors only insofar as they are instrumental in delivering the best possible result for the client. All PCUK clients are treated the same save where the client directs PCUK to trade with or on a certain execution venue (which would not normally occur with respect to the business carried out).

Trading Venues, Liquidity Providers & Approved Counterparties

PCUK executes client orders with approved counterparties. PCUK has common ownership with Phillip Futures PTE Limited, one of the liquidity providers referred to herein, but has no close links or common ownership with any of the other execution venues mentioned. The list of approved counterparties is reviewed regularly and changes over time. A list of those counterparties providing liquidity and on which we place significant reliance is included in our Best Execution policy. Amendments to the approved counterparty list will be made taking into account a number of factors including, in particular, the creditworthiness and execution performance of the counterparty and their willingness to regularly provide liquidity. PCUK does not accept or receive from approved counterparties any payment, discount, rebate or non-monetary benefit in return for directing client orders to a particular counterparty.

Review & Oversight of Best Execution

For the year ending 2017 PCUK considers it has met its obligation to achieve the best possible result for its clients on a consistent basis. A senior management meeting is held on a quarterly basis in order to review adherence to PCUK’s best execution policy.



Contracts for Difference

Notification if <1 average trade per business day in the previous year N

Top five execution venues ranked by trading volume (descending order)	Proportion of volume traded as a percentage of total in that class	Proportion of orders executed as percentage of total in that class	Percentage of passive orders	Percentage of aggressive orders	Percentage of directed orders
GKFX LEI: 213800PV59VLYB285I38	43.46%	30.79%	N/A	N/A	0.00%
PhillipFutures PTE Limited LEI: 549300RHULME9WP8CG46	6.59%	0.27%	N/A	N/A	0.00%
IG Markets LEI: 21380017XKSVQ3LC3V75	2.45%	0.27%	N/A	N/A	0.00%
Gain Capital LEI: 549300NKG8WR6UWSZS80	0.52%	3.98%	N/A	N/A	0.00%
FXCM LEI: 549300S24DMOQB7FX206	0.23%	0.27%	N/A	N/A	0.00%

Analysis and conclusions

As noted previously, the most significant factor taken into account with respect to best execution is total consideration. Within this overarching requirement, other factors may be taken into account when routing an order, including the likelihood of execution and settlement (for example, with respect to an initial public offering).



Company Information

PhillipCapital UK Ltd (Company Number: 2863591) is registered in England and is a part of the PhillipCapital Group. The Registered Office for the company is 6th Floor, Candlewick House, 120 Cannon Street, London, EC4N 6AS.

PhillipCapital UK Ltd (Firm Reference Number: 169760) is Authorised and Regulated by the Financial Conduct Authority, 25 The North Colonnade, Canary Wharf, London, E14 5HS

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CFDs (including FX) are investment activity leveraged products which carry a high degree of risk and are not suitable for every investor. Trading in leverage instruments can result in losses that may exceed your deposits, so please ensure that you fully understand the risks involved before you engage in any investment activity.