

SMBC Bank EU AG

Legal entity identifier (LEI): 967600700UF5YB3QPR03

Top Five Execution Venues

SMBC Bank EU AG	CLASS_OF_INSTRUMENT	Notification if <1 average trade per business day in the previous year	Top five execution venues ranked in terms of trading volumes	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
SMBC Bank EU AG (967600700UF5YB3QPR03)	currency_derivatives: swaps forwards and other_currency_derivatives	N	SMBC Bank	92.5%	80.4%	N/A	N/A	N/A
SMBC Bank EU AG (967600700UF5YB3QPR03)	currency_derivatives: swaps forwards and other_currency_derivatives	N	FXALL	4.3%	17.08%	N/A	N/A	N/A
SMBC Bank EU AG (967600700UF5YB3QPR03)	currency_derivatives: swaps forwards and other_currency_derivatives	N	Bloomberg	3.2%	2.52%	N/A	N/A	N/A

Summary of Monitoring

Class of Financial Instrument and Currency Derivatives

(a) An explanation of the relative importance the firm gave to the execution factors of price, costs, speed, likelihood of execution or any other consideration including qualitative factors when assessing the quality of execution.

Please refer to the SMBC Group Order Execution Policy for an explanation of the relative importance SMBC Bank EU AG gives to the execution factors of price, costs, speed, likelihood of execution or any other consideration including qualitative factors when assessing the quality of execution.

SMBC Bank EU AG takes into consideration the below execution factors when assessing the quality of execution:

- Price – the price at which a financial instrument is executed
- Cost of execution – the implicit cost such as the possible market impact, explicit external costs e.g., exchange or clearing fees and explicit internal costs which represent our own remuneration through commission or spread
- Speed of execution – the time it takes to execute a client transaction
- Size of the order – the size of the transaction executed for a client accounting for how this affects the price of execution
- Nature of the transaction and/or market – the characteristics of a client transaction can affect how Best Execution is received
- Likelihood of execution and settlement – the likelihood that we will be able to complete a client transaction and the likelihood that the transaction settles
- Creditworthiness of the counterparties

For Professional Clients and, generally, for all products where Best Execution applies, we consider that the price is the most important factor. However there may be some circumstances, when coming to our determination of the priority of such execution factors, that a variety of criteria are taken into account which may include, but are not limited to, the type of financial instrument that is the subject of the order, the type of order and its specific characteristics, such as the size of the order or the liquidity of the underlying, as well as the execution venues to which the order could be directed. Appropriate consideration will be made based on a transaction-by-transaction basis and will vary by asset class.

(b) A description of any close links, conflicts of interests, and common ownerships with respect to any execution venues used to execute orders.

SMBC Bank EU AG does not have any “close links”, interests or co-ownerships, in respect to third-party execution venues. Any conflicts of interest that may arise from time to time will be managed in accordance with the Conflicts of Interest Policy.

(c) A description of any specific arrangements with any execution venues regarding payments made or received, discounts, rebates or non-monetary benefits received.

SMBCE EU AG’s FX derivative business is undertaken over the counter (OTC) and through selected trading venues. For FX derivative business conducted OTC SMBCE EU AG is always the execution venue. Regarding FX derivatives transacted through trading venues SMBCE EU AG does not have any arrangements in place with the execution venues regarding payments made or received, discounts, rebates or non-monetary benefits received.

All SMBCE EU AG’s interest rate derivative business is undertaken OTC and SMBCE EU AG is the execution venue.

(d) An explanation of the factors that led to a change in the list of execution venues listed in the firm’s execution policy, if such a change occurred.

A list of the execution venues and the factors for choosing such venues is detailed in SMBC Group Order Execution Policy.

(e) An explanation of how order execution differs according to client categorisation, where the firm treats categories of clients differently and where it may affect the order execution arrangements.

Professional Clients

In SMBC Bank EU AG, Best Execution will be provided to all Professional Clients.

Retail Clients

SMBC Bank EU AG is authorised to transact with Retail Clients, however for the period 1 January 2021 to 31 December 2021 SMBC Bank EU AG did not undertake any investment business with Retail Clients.

(f) An explanation of whether other criteria were given precedence over immediate price and cost when executing Retail Client orders and how these other criteria were instrumental in delivering the best possible business result in terms of the total consideration to the client.

Not applicable.

(g) An explanation of how the investment firm has used any data or tools relating to the quality of execution, including any data published under Commission Delegated Regulation (EU) 2017/575 to be inserted before publication [RTS 27].

SMBC Bank EU AG has in place a post execution monitoring framework which utilises market data to assess client transactions against an internal pricing framework. Monitoring is undertaken via a best execution monitoring system.

(h) Where applicable, an explanation of how the investment firm has used output of a consolidated tape provider established under Article 65 of Directive 2014/65/EU.

Not applicable.