

Deriv Investments (Europe) Limited

# **Execution Quality Summary Report 2021**

# CONTENTS

1. Scope	3
2. Order Execution	4
2.1. Multipliers	4
2.2. Contracts for Difference	4
3. Conflicts of interest	6
4. Execution Quality Summary Data	6
4.1. Multipliers	7
4.2. Contracts for Difference	8
5. Key Definitions	9

# 1. SCOPE

The Execution Quality Summary (“EQS”) is a report comprising of the assessments we have concluded from the monitoring of client orders and the quality of trades executed, in terms of best execution practices.

As a regulated investment firm Deriv Investments (Europe) Limited (“DIEL”, “we”, “us”, “our”) is obliged to provide this summary on an annual basis, pursuant to the commission delegated regulation (EU) 2017/576.

DIEL is authorised to deal on own account and to execute orders on behalf of clients in relation to contracts for difference (“CFD”) and other derivatives. We are committed to providing best execution at all times, and we achieve this through careful analysis of our trading platforms and the quality of orders executed.

The following EQS report is a summary of such analysis as conducted throughout the year 2021. The information contained herein is not investment advice and is not intended to provide any recommendation to purchase any financial instruments.

We encourage clients and potential clients to peruse this document to better inform themselves of our best execution practices and our dedication to providing the best possible trading platform solutions.

## 2. ORDER EXECUTION

We have a general duty to conduct our business in a clear, fair, honest and professional manner and to act in your best interests in terms of trading, this is in line with our order execution policy and arrangements. The execution policy is comprised of a set of procedures designed to obtain the best possible execution result for you and is reviewed on an annual basis, for more information on this, you may refer to the *Order Execution Policy* section in our [Trading terms](#).

To maintain our obligation to provide you with best execution we monitor six main factors; price, cost, speed and likelihood of execution, size and nature.

Our aim to achieve best execution applies to both retail and professional clients alike and is assessed and monitored when we deal on own account as well as when executing orders on your behalf.

### 2.1. Multipliers

All Multipliers are provided through our own platform, DTrader. We are authorised to deal on own account, this means we act as the counterparty to your trades. Multipliers are traded on over the counter (“OTC”) markets and available on Forex, Cryptocurrency and Synthetic Indices.

#### 2.1.1. Execution venues

We are the sole execution venue for executing Multiplier trades.

### 2.2. Contracts for Difference

Contracts for Difference (“CFD”) are provided through Deriv MetaTrader5 (“DMT5”) platform. CFDs are traded on over the counter (“OTC”) markets and available on Forex, Commodities, Cryptocurrencies, Stocks, Stock Indices and Synthetic Indices.

- 2.2.1. CFDs traded on Forex, Commodities, Cryptocurrencies, Stocks and Stock Indices are executed on your behalf, according to our best execution arrangements, with one of the Liquidity Providers (LP) as listed below:
- GBE Brokers Ltd;
  - TopFX Ltd.
  - Prime Brokerage Services Limited
  - XTB International Limited (XTB)
  - GC Exchange Limited
  - Exclusive Markets Ltd.
  - FXOpen UK;
  - Finalto Financial Services Ltd;
- 2.2.2. Synthetic Indices are our proprietary index, and we are the sole execution venue when executing such
- 2.2.3. orders on CFDs as well as Multipliers.

## 3. CONFLICTS OF INTEREST

### 3. Conflicts of interest

Our conflicts of interest policy accounts for, amongst an inexhaustible list of factors relating to conflicts of interest, conflicts that may arise in relation to order execution. We receive no benefits, monetary or otherwise, in relation to executing orders with any specific LP.

We monitor such arrangements closely and have procedures in place to manage any actual or potential conflicts of interest. For more detailed information on this, you may refer to our conflicts policy as outlined within the general section of our [Trading terms](#).

## 4. EXECUTION QUALITY SUMMARY DATA

### 4. Execution quality summary data

#### 4.1. Multipliers

The data in the table below is representative of all trades executed by clients between 1<sup>st</sup> January 2021 and 31<sup>st</sup> December 2021.

When trading on Multipliers, we are the sole execution venue and act as counterparty to your trades.

The Company operates a quote-driven trading system which does not operate a trading book and thusly orders executed are neither passive nor aggressive.

Class of Instrument			Multipliers		
Notification if <1 average trade per business day in the previous year (Y/N): N					
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
Deriv Investments (Europe) Ltd LEI: 529900GJO69GVJ6GK177	100%	100%	N/A	N/A	N/A

## 4.2. Contracts for Difference

The table below reflects order execution data for CFD trades executed by retail and professional clients between 01st January 2021 and 31st December 2021.

When trading CFDs on Forex, Cryptocurrencies, Stocks, Stock Indices, and Commodities, orders are executed with one of the LPs according to our best execution policy arrangements and are monitored closely for quality.

When trading CFDs on a Synthetic index, we are the sole execution venue and act as counterparty to your trades.

The Company operates a quote-driven trading system which does not operate a trading book and thusly orders executed are neither passive nor aggressive.

Class of Instrument			Contracts for Difference		
Notification if <1 average trade per business day in the previous year (Y/N): N					
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
LEI: GBE Brokers Ltd 213800GTHAE44SHT4L77	42.51%	0.2%	N/A	N/A	N/A
LEI: TopFX Ltd 549300QPSW261OOC0080	29.36%	0.19%	N/A	N/A	N/A
LEI: Finalto Financial Services Ltd 549300FSY1BKNGVUOR59	26.3%	0.05%	N/A	N/A	N/A
LEI: Deriv Investments (Europe) Ltd 529900GJO69GVJ6GK177	1.11%	99.48%	N/A	N/A	N/A
LEI: FXOpen Ltd 2138009GFQX29COD2X55	0.72%	0.08%	N/A	N/A	N/A

## 5. KEY DEFINITIONS

Passive order means an order entered onto the order book that provided liquidity.

Aggressive order means an order entered onto the order book that took liquidity.

Directed order means an order where a specific execution venue was specified by the client prior to the execution of the order.

Over the Counter (OTC) means that trades are entered into only between the clients and the Company without being submitted to an exchange.

Quote-driven Trading System: A system where transactions are concluded on the basis of firm quotes that are continuously made available to participants, which requires the market makers to maintain quotes in a size that balances the needs of members and participants to deal in a commercial size and the risk to which the market maker exposes itself.



***deriv***