

Summary report as per RTS28 for SEB SA

Year: 2017

Instrument class: Currency Derivatives

Execution factors

Whilst the execution factors indicated below in the order of relative priority which was typically given to them, a variety of criteria was taken into account in assessing their prioritization as the circumstances dictate in relation to each specific transaction.

- Price was normally the most important factor, but it depended on each of the market risk, SEB's exposure to similar instruments and the regulatory capital requirements that it must comply with;
- Transaction costs and risks relevant to the execution;
- Speed of execution;
- Likelihood of execution (potentially more important than price in an illiquid market) and settlement;
- Size and nature of the order;
- The likely market impact;
- The nature of the market for the financial instrument;
- Any other consideration deemed relevant to the execution of an order

In order to determine the relative importance of the execution factors, SEB SA also did take into account the following characteristics:

- The client, including its categorization and counterparty risk according to SEB's internal risk scoring of clients (the better the risk score, the lower the add-on or spread);
- The circumstances behind the client's order (e.g. whether it has issued an RFQ);
- The financial instruments that are the subject of the client order (the liquidity for the relevant instrument)

Brokers

SEB SA did not offer agency trading in FX and therefore all FX business was executed against SEB SA as principal to the trades.

SEB SA mainly uses SEB AB to source accurate and timely prices. SEB AB also used external execution venues to source accurate and timely price updates which reflected SEB's pricing. The mix of these execution venues was regularly reviewed to ensure that they remained relevant and accurate.



Clients

All clients trading with SEB received pricing based on the same underlying market price. SEB did not use client categorization to affect the underlying FX price that was offered to the clients.