



INFORMATION ON ORDER EXECUTION POLICY

Registered Office Address: KT Markets Ltd, Nerine Chambers, Road Town, Tortola, VG 1110, British
Virgin Islands Tel: 1 416 644 5088 Fax: 1 416 273 1768 E-mail: compliance@ktmarkets.com

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Introduction

The purpose of this document is to provide information on KT Markets Limited (**KT**) policy on order execution and its approach to achieving the best possible result for you when executing your Trades on a consistent basis.

This document forms part of KT's Terms of Business. By accepting KT's Terms of Business, you are deemed to also consent to the terms of KT's Execution Policy, as summarised here.

KT Providing Best Execution

When executing Trades for Contracts for Difference, Foreign Exchange and other OTC financial derivatives products with you, KT will take all reasonable steps to achieve the best possible outcome taking into account its Execution Policy and any specific instructions received from you. However, KT's Execution Policy cannot guarantee that the price at which KT permits you to execute a Trade will always be the best price available to you in the market at that point in time.

How KT Applies Best Execution

Save where you provide specific instructions to KT, as referred to below, KT will take into account the following factors to decide how to achieve the best possible result for you when executing your Trades:

- (a) price
- (b) costs
- (c) liquidity of the underlying market (e.g. for Trades outside the normal trading size)
- (d) nature of the Trades
- (e) speed and likelihood of execution and settlement.

KT will generally apply best execution to Retail Clients by prioritizing obtaining the best possible price for you (for this purpose, price includes the price of the financial instrument to which your Trade relates and its execution costs). However, in some circumstances, other factors will be given greater importance than price or costs in obtaining the best possible execution result.

In order to aim to provide the best possible price for you, KT will ensure that the prices it permits you to execute Trades at are based upon market prices for the underlying products in which you are executing the relevant Trades. KT has access to various sources of information on the current market prices from which it generates the buy and sell prices quoted to you. Having objectively established the market prices, KT will add a spread to these market prices. The maximum spreads which KT will add to the market prices will be set out on KT's dealing system and KT will notify you if these maximum spreads are amended at any time.

In some cases KT will satisfy best execution by using third parties who use best execution.

KT will permit you to execute Trades for certain underlying products outside normal hours. In such circumstances, the price which KT offers you cannot be derived directly from the market prices as the underlying market may be closed. KT will then offer you a price which it deems to be fair and reasonable based upon factors such as movements on markets associated to the relevant underlying product.

For forward orders, additional spreads may be applied to reflect the cost of carry and for security, basket and indices Trades, factors such as interest and anticipated dividends will be taken into account in determining the market price.

As a result of the above, KT will not usually be able to offer to you buy and sell prices which are identical to the market prices for the underlying products. However, KT is committed to providing you with competitive trading prices. Details of any charges and commissions will be set out in the Fees Lists which apply to you from time to time.

KT reserves the right to amend the spread quoted from time to time, subject to the maximum spreads specified on the dealing system.

What Your Specific Instructions Mean

Where you provide KT specific instructions as to how you wish to execute a Trade, for example, by specifying (a) the price that you wish to execute a Trade with KT; or (b) the price at which a Trade is to be closed if the market moves against you (for example, a Limited Risk Trade), you should be aware that these instructions may prevent KT from applying its Execution Policy. Your instructions will take precedence over KT's Execution Policy and will mean that KT will have satisfied its obligations to take all reasonable steps to achieve the best possible result for you when executing that Trade.

A Trade with an attached Guaranteed Stop Order will be closed at the level of the Stop if the Stop price is reached, but if a standard Stop Order has been set, the price attained may be less good than the level at which you set the standard Stop Order, or at which it is triggered, especially if the price continues to move against you.

Execution Venues

KT is an over-the-counter (OTC) dealer in Contracts for Differences and Foreign Exchange. This means that when dealing with you, KT acts as principal and is the execution venue for your Trades, which are not executed on a regulated exchange or multi-lateral trading facility. By consenting to this policy, you agree to have your Trades executed in this way.

Monitoring and Review

KT will frequently monitor the effectiveness of its order execution arrangements and Execution Policy on a regular basis and implement enhancements and improvements as necessary. Additionally, upon request, KT will make available to you details of how your Trades were executed. KT will notify you of any material changes to its Execution Policy, and the latest summary of it will be accessible at all times via the KT website at www.ktmarkets.com.

Further Details

Further details of how KT executes your orders are available on KT's website and in its Terms of Business.

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