|  |  |
| --- | --- |
| Legal Entity | J.P. Morgan AG (549300ZK53CNGEEI6A29) |
| Class of Instrument | Other instruments |
| Summary of Analysis | |
| Within our fund order routing services product offering, currently an execution will arise on client instructions to subscribe for, or redeem, units in certain funds. In the year 2018, our review found the obligation of Best Execution was met in each case. The application was monitored by J.P. Morgan AG on a regular basis, through post trade controls performed by the business which were monitored at the relevant Securities Services Control forum. This monitoring identified execution situations which are potentially subject to Best Execution and also monitored the correct application of the decision making process. | |
| Relative importance given to execution factors & other considerations | For information on the importance given to execution factors please see [J.P. Morgan EMEA Securities Services: Execution Policy](https://www.jpmorgan.com/jpmpdf/1320747088850.pdf). |
| Execution venue close links / conflicts of interest / common ownerships | Please note that some of the investment vehicles the Bank makes available may include investment funds of J.P. Morgan and its affiliates. |
| Specific execution venue arrangements | Not Applicable |
| Changes to execution venues | Not Applicable |
| Client distinctions | All clients are treated as Professional clients for the purpose of Best Execution. |
| Use of data/tools relating to the quality of execution | The quality of the execution is monitored through the Bank’s automated systems which manage and reconcile executions of orders against execution factors relevant to a particular line of business as further outlined in J.P. Morgan EMEA Securities Services: Execution Policy. Any exceptions or errors identified are managed by a dedicated team within a reasonable time. On a periodic basis, Best Execution metrics are compiled and consolidated for a particular line of business for review at the relevant business control forum. |
| Use of consolidated tape provider output or other algorithms to assess execution performances | Not Applicable |

|  |  |
| --- | --- |
| Legal Entity | J.P. Morgan AG (549300ZK53CNGEEI6A29) |
| Class of Instrument | Futures and Options admitted to trading on a trading venue (Commodities Derivatives And Emission Allowances Derivatives,  Equity Derivatives, Exchange Traded Products and Other Instruments) |
| Summary of Analysis | |
| The Futures and Options admitted to trading on a trading venue that have been subject to Best Execution are products falling under the Relevant Exchange Traded section of Appendix 3 to the [J.P. Morgan Execution Policy](https://www.jpmorgan.com/global/disclosures/mifidii).    J.P. Morgan monitored Best Execution in Futures and Options admitted to a trading venue on a regular basis, through post trade controls. The results of the monitoring were reviewed by J.P. Morgan management and control functions.  J.P. Morgan regularly reviews the post trade controls to ensure that these continue to be relevant and where possible enhanced to ensure Best Execution continue to be met. Best Execution monitoring results were in line with J.P. Morgan expectations**.** | |
| Relative importance given to execution factors & other considerations | The importance given in situations in which J.P. Morgan AG owes Best Execution is set out in Appendix 3 of the [J.P. Morgan Execution Policy.](https://www.jpmorgan.com/global/disclosures/mifidii) |
| Execution venue close links / conflicts of interest / common ownerships | J.P. Morgan AG is a fully owned subsidiary of JPMorgan Chase & Co.  J.P. Morgan Financial Investments Limited has a stake (of 2.4%) in Turquoise Global Holdings Limited which owns the trading venue Turquoise. |
| Specific execution venue arrangements | Regarding payments made or received, discounts, rebates or non-monetary benefits received:  J.P. Morgan AG does not have any specific arrangements with any trading venues other than standard publicly available terms.  Where J.P. Morgan AG contracts with execution venues, it may negotiate specific commercial terms bilaterally with those venues but those terms will not include being compensated directly or indirectly for business given to those venues. |
| Changes to execution venues | In the latter part of 2018 J.P. Morgan AG commenced trading on the following execution venues in sequential order:   * Mercado Espanol Futures Financeros * Borsa Italiana * Nasdaq Oslo ASA * Nasdaq OMX Stockholm AB (Copenhagen) * Nasdaq OMX Stockholm AB (Helsinki) * Nasdaq Stockholm AB * Euronext; Brussels, Paris, Amsterdam, Lisbon * European Energy Exchange     Accordingly the 2018 Top Five Execution Venue report is limited to venues on which J.P. Morgan AG commenced trading during the reporting period. |
| Client distinctions | J.P. Morgan AG does not differentiate between different classes of clients for the purposes of Best Execution. |
| Use of data/tools relating to the quality of execution | J.P. Morgan AG used internal data sources to assess Best Execution. |
| Use of consolidated tape provider output or other algorithms to assess execution performances | Not Applicable |