



Information sheet Best Execution



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1 INTRODUCTION

This document provides information on the best execution policy of MUFG Bank. Ltd, Hong Kong Branch (“MUFG HK”) in accordance with the standards of conduct and internal control requirements set out by Hong Kong Monetary Authority and Securities and Futures Commission.

Hong Kong Monetary Authority and Securities and Futures Commission require the banks to obtain the best available terms for executing in-scope customer orders in financial instruments. The information contained in this document covers the applicability of best execution in MUFG HK and how MUFG HK will take steps to achieve best execution for eligible transactions.

For any specific queries please reach out to your relationship manager or marketing officer.

2 SCOPE

All eligible customers who trade in-scope financial instruments with MUFG HK.

3 APPLICABILITY

MUFG HK will determine whether or not best execution applies through a holistic assessment that considers, but is not limited to, the following factors:

- The party initiating the transaction;
- Whether there is a market convention to shop around;
- The relative price transparency of the market;
- The contractual terms of engagement with MUFG HK, and
- Any other relevant factors determined by MUFG HK

For transactions where customers are relying on MUFG HK to achieve best execution, our best execution policy will apply. For transactions where customers are not relying on MUFG HK, the requirements set out in this document will not apply. Note that even where best execution is deemed not to apply, MUFG HK is committed to offer a fair and transparent price to our customers.

MUFG HK will undertake an assessment of the products offered to customers and the manner in which they are offered to customers in order to determine which product types may lead to the application of best execution.

4 BEST EXECUTION

4.1 Execution Criteria and Factors

When it is concluded that customers rely on us according to Part 3, MUFG HK will execute the transaction based on below factors if no specific instruction is provided:

- Price (relative to the market)
- Costs

- Market conditions
- Likelihood of execution or settlement
- Speed, likelihood of execution within a desired timeframe
- Size of the Order
- Nature of the Order
- Ability of the customer to execute difficult transactions in unique and/or complex securities
- Any other consideration relevant to the efficient execution of the Order

Please note that the application of best execution policy involves the exercise of commercial judgement in the context of available information. Upon the customer engaging MUFG HK, we will seek to execute on the best available terms in the manner set out in this document and in accordance with our Best Execution Policy.

5 SPECIFIC INSTRUCTION

Where a specific instruction is provided by the customer, best execution is deemed to be achieved (if applicable) when MUFG HK executes according to the specific instructions. If the specific instruction relates to only part of the order and best execution applies, we will execute the remaining order in accordance with our best execution policy.

6 PRINCIPAL TRANSACTIONS

Our best execution policy will apply to eligible clients in relation to in-scope financial instruments which are executed by us on a principal basis with the customer as the counterparty to the transaction. MUFG HK does not undertake any transaction with customers where we are acting in an agent capacity.

7 MONITORING AND REVIEW

MUFG HK will conduct monitoring in accordance with our best execution policy to demonstrate that we have achieved best execution for eligible customers executing in-scope financial instruments.

The policies and procedures associated with our best execution framework will be reviewed periodically and whenever a material change occurs that affects our ability to achieve the best possible result for our customers.

Should there be any material changes to our best execution policy, we will notify you and post an updated version of this document on:

<https://www.bk.mufg.jp/global/globalnetwork/asiaoceania/hongkong.html>