

# MiFID II: Costs & Charges Disclosure for Quantitative Prime Services

## Product Scope for Ex-Ante disclosure of Costs & Charges

The financial instruments under consideration are Equities executed electronically and managed by the Quantitative Prime Services (QPS) Business within Barclays.

## QPS Costs & Charges

Costs and charges which may be charged by the QPS business within Barclays are categorized as follows:

- a) Transaction related: This entails commission charged in relation to execution services provided to the client.
  - o The Barclays commission will be quoted in basis points either as a fully inclusive rate or over and above the applicable external costs (e.g. exchange fees) i.e. 'Cost Plus'.
- b) Infrastructure costs - e.g. Connectivity or other technology costs.
- c) Other Charges - e.g. Funding/Stock Borrow lending charges in event of stock settlement failure.

*A cost schedule is agreed with each client in advance of trading and will document the methodology for the basis of the costs and charges to be applied to the client account.*

## Market Participation Fees & Taxes

Barclays is obliged to pass some costs to clients on behalf of third parties which are unrelated to any Barclays initiated fees. These could be levied by a Government Agency or Tax authority or may be a straight pass through of fees charged by other participants to the trade. These charges include:

- Financial Transaction Taxes or related execution fees collected on behalf of National Tax Authorities, Regulators or Venues (e.g. UK Stamp Duty Reserve Tax, UK PTM Levy, Italian Financial Transaction Tax, Italian HFT Tax, French Financial Transaction Tax, Irish Stamp Tax, South African Securities Transfer Tax, Greek Sales Tax, Greek Transfer Fee, Irish PTM levy).
- Stock Buy in / settlement failure penalties.
- Exchange charges as a result of exceeding permissible order to trade ratios.

## Pricing Factors for Costs & Charges related to QPS Execution Services

The rate that Barclays charges clients for the provision of execution services is influenced by a number of core drivers. The points below elaborate on some of these and provide more detail on the factors that may influence execution charges applied. Each factor is considered separately and will have a varying impact on a client's commission structure.

- Financial & Capital Resource Consumption - fees will vary according to consumption of Barclays Financial & Capital Resources.
- Flow volume, transaction size & Liquidity – fees will vary according to the liquidity characteristics of client flow and the anticipated cost impact to Barclays.

## Disclaimer

The examples listed above are not intended to be exhaustive. All costs and charges will be agreed and documented as part of the client onboarding process which will be completed in advance of a client being set up to trade in these financial instruments.

Please note that pricing and charges are subject to change and may be amended at any time with prior client agreement.