

**POLICY FOR SENDING AND PLACING ORDERS
 FOR FINANCIAL INSTRUMENTS
 (BEST EXECUTION POLICY)**

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1. TERMS

Terms	Definition
AIF	Alternative Investment Fund
AIFM	AIF Manager
AIFMD	AIFM Directive
Company	Degroof Petercam Asset Services S.A.
Policy	This document
UCITS	Undertakings for Collective Investment in Transferable Securities

2. SCOPE OF THE POLICY

This Policy applies:

- to the management of Undertakings for Collective Investment in Transferable Securities (hereinafter “**UCITS Management**”),
- to the management of Alternative Investment Funds (hereinafter “**AIF Management**”).

3. PRINCIPLES

In accordance with the current legislation, the Company shall act in the best interest of the UCITS or the AIF when placing or sending orders as part of respectively UCITS Management or AIF Management.

In general, the Company does not execute orders resulting from investment decisions relating to the portfolios it manage.

Rather, it sends them to other entities for execution. In this context, the Company shall take all reasonable measures to select entities that will deliver the best possible result for the UCITS or the AIF.

To this end, the Company has drawn up an intermediary selection policy.

The key principles and features thereof are described below. UCITS or AIF investors can obtain further information on request.

The Company shall use its best efforts (*"Obligation de moyen"*), but cannot guarantee that each individual order will be executed under the best possible conditions.

The Company shall make available appropriate information on the adopted Policy, as well as details of any significant changes made to the Policy.

4. POLICY EVALUATION AND REVIEW

This Policy shall be evaluated and reviewed at least once a year. It may be changed unilaterally by the Company.

5. SELECTION OF INTERMEDIARIES

The Company shall take all reasonable measures to select the entities that appear to offer the best execution for the UCITS or the AIF based on the criteria described hereafter.

The process for selecting and identifying these entities is performed by the Company, on the basis of its own experience and the quality of execution offered by these service providers.

In applying the Policy, the Company shall favour entities that have their own best execution policy for orders.

As regard to entities not subject to MiFID, the Company shall favour those that operate according to the same best execution criteria.

To this end, the Company asks these entities to submit their execution policy.

In compliance with this Policy, orders are sent mainly to Banque Degroof Petercam Luxembourg S.A., which established its own best execution policy and counterparty selection policy.

Together with its parent company, Banque Degroof Petercam Luxembourg S.A. has set up a group committee that meets regularly to select the counterparties and entities to which orders will be sent for execution in accordance with the best execution criteria.

This committee is responsible for reviewing the list of these counterparties, evaluating them according to best execution criteria and, where necessary, amending the list.

This list also gives the group the necessary access to the markets that offer the best liquidity.

In some cases, brokers may be chosen by agents to whom the Company has subcontracted the management of the UCITS or the AIF (the “**Delegated Managers**”).

Where applicable, these Delegated Managers shall forward in advance their best execution policy, selection criteria and procedure for monitoring the brokers used by them, or any equivalent documents when applicable if they are not subject to MiFID.

The use by a Delegated Manager of a broker that has not undergone the Company’s selection procedure may prevent the Company from executing its obligation to act in the best interests of UCITS or AIF investors.

It is the Delegated Managers’ responsibility to carry out their own Due Diligence for each new broker they intend to use and to monitor the brokers they are using.

The Company monitors the application of the procedures included in the Delegated Managers’ Best Execution Policy, when applicable.

6. BEST EXECUTION FACTORS AND CRITERIA

When selecting intermediaries, the following criteria are taken into account in order to obtain the best possible result for the UCITS or the AIF:

- price,
- execution cost,
- execution speed,
- probability of execution and quality of settlement,
- intermediary-related risks.

The importance of each of these factors is assessed according to the following criteria:

- the characteristics of the UCITS or the AIF,
- where applicable, in the case of UCITS and AIF Management, the objectives, investment policy and risks specific to the fund,
- the characteristics of the order,
- the characteristics of the financial instruments concerned,
- the characteristics of the execution systems to which the order may be sent.

However, under certain circumstances and for certain UCITS or AIF, instruments or markets, the Company reserves the right to take other factors into account or to adjust the significance of these factors in order to obtain the best result.