



Fearnley Securities AS

Order Execution Report 2019

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1. Introduction

Fearnley Securities is according to MiFID II obliged to take all sufficient steps to obtain the best possible result when executing or transmitting orders on behalf of our retail and professional clients, taking into account the execution factors, which include price, costs, speed, likelihood of execution and settlement, size, nature or any other consideration relevant to the execution of the order.

To ensure that we constantly are able to deliver best execution to our clients, Fearnley Securities monitors on an ongoing basis the quality of execution provided by venues and brokers, and whether these continue to meet our standards. Fearnley Securities does not internalize in any substantial or systematic way. Only in rare cases Fearnley Securities will take on market risk and Fearnley Securities does not act as a venue. For further information regarding Fearnley Securities' order execution procedures, please see the Order Execution Policy on our webpage.

2. Equities

This report provides a list of the top five execution venues and brokers used to execute retail and professional client orders. Fearnley Securities distinguishes between stocks by degree of liquidity and presents the data grouped into equity classes based on tick sizes and liquidity bands.

Professional Clients: Equities - Shares and Depositary Receipts (T56)

Tick size liquidity bands 5 and 6 (from 2000 trades per day) (i)

Class of instrument			Equities - Shares & Depositary Receipts (T56)		
Notification if <1 average trade per business day in the previous year			N		
Top five execution venues ranked in terms of trading volumes (descending order)	Proportion of volume traded as a percentage of total in that class	Proportion of orders executed as percentage of total in that class	Percentage of passive orders	Percentage of aggressive orders	Percentage of directed orders
Oslo Bors ASA XOSL	31	16	74	24	0
NYSE	9	13	18	79	0
EDGE	7	12	40	58	0
BATS Exchange BATS	6	9	28	65	0
GSI - SI GSSI	6	2	0	97	0

Professional Clients: Equities - Shares and Depositary Receipts (T34)

Tick size liquidity bands 3 and 4 (from 80 to 1999 trades per day) (ii)

Class of instrument			Equities - Shares & Depositary Receipts (T34)		
Notification if <1 average trade per business day in the previous year			N		
Top five execution venues ranked in terms of trading volumes (descending order)	Proportion of volume traded as a percentage of total in that class	Proportion of orders executed as percentage of total in that class	Percentage of passive orders	Percentage of aggressive orders	Percentage of directed orders
Oslo Bors ASA XOSL	49	27	71	26	0
BATS Exchange BATS	5	8	34	59	0
NYSE	5	14	10	90	0
EDGE	4	9	42	58	0
Oslo Access XOAS	3	1	57	37	0

Professional Clients: Equities (T12)

Tick size liquidity band 1 and 2 (from 0 to 79 trades per day) (iii)

Class of instrument			Equities - Shares & Depository Receipts (T12)		
Notification if <1 average trade per business day in the previous year			N		
Top five execution venues ranked in terms of trading volumes (descending order)	Proportion of volume traded as a percentage of total in that class	Proportion of orders executed as percentage of total in that class	Percentage of passive orders	Percentage of aggressive orders	Percentage of directed orders
Oslo Bors ASA XOSL	47	46	50	42	0
Oslo Access XOAS	31	9	41	41	0
BATS Exchange BATS	3	5	28	64	0
NASDAQ All XNAS	2	8	31	69	0
NYSE	2	5	28	72	0

Retail Clients: Equities (T56)

Tick size liquidity bands 5 and 6 (from 2000 trades per day) (i)

Class of instrument			Equities - Shares & Depository Receipts (T56)		
Notification if <1 average trade per business day in the previous year			N		
Top five execution venues ranked in terms of trading volumes (descending order)	Proportion of volume traded as a percentage of total in that class	Proportion of orders executed as percentage of total in that class	Percentage of passive orders	Percentage of aggressive orders	Percentage of directed orders
Oslo Bors ASA XOSL	18	29	70	26	0
NYSE	13	8	57	43	0
EDGA Exchange EDGX	12	4	81	19	0
NASDAQ All XNAS	10	5	66	34	0
BATS Exchange BATS	10	8	40	49	0

Retail Clients: Equities (T34)

Tick size liquidity bands 3 and 4 (from 80 to 1999 trades per day) (ii)

Class of instrument			Equities - Shares & Depository Receipts (T34)		
Notification if <1 average trade per business day in the previous year			N		
Top five execution venues ranked in terms of trading volumes (descending order)	Proportion of volume traded as a percentage of total in that class	Proportion of orders executed as percentage of total in that class	Percentage of passive orders	Percentage of aggressive orders	Percentage of directed orders
Oslo Bors ASA XOSL	47	51	72	23	0
CHI-X Europe CHIX	14	13	77	23	0
GSI - SI GSSI	6	5	0	100	0
BrusselExchange XBRL	5	6	77	22	0
CITADEL SI CCEU	4	2	0	100	0

Retail Clients: Equities (T12)

Tick size liquidity band 1 and 2 (from 0 to 79 trades per day) (iii)

Class of instrument			Equities - Shares & Depository Receipts (T12)		
Notification if <1 average trade per business day in the previous year			N		
Top five execution venues ranked in terms of trading volumes (descending order)	Proportion of volume traded as a percentage of total in that class	Proportion of orders executed as percentage of total in that class	Percentage of passive orders	Percentage of aggressive orders	Percentage of directed orders
Oslo Access XOAS	54	28	44	45	0
Oslo Bors ASA XOSL	42	49	50	39	0
Turquoise MTF TRQX	1	5	54	46	0
GSI - SI GSSI	1	1	0	50	0
Jane Street Ltd - SI JSSI	1	0	0	100	0

3. Fixed Income

In general bonds are traded in price driven as opposed to order driven conditions. Further, a significant part of the trading flow is executed as over the counter trades which are not reported to, or according to the rules of trading venues. For further information regarding trading of fixed income, contact your respective broker.

4. Derivatives

For information regarding derivatives trading, contact your respective broker.