

RTS 28 ANNUAL REPORT

Information on the quality of execution obtained

CIBC Capital Markets (Europe) S.A.
Year ended 31st December 2022

30th April 2023

1. Introduction

Article 27(6) of the Markets in Financial Instruments Directive 2014/65/EU requires “investment firms who execute client orders to summarise and make public on an annual basis, for each class of financial instruments, the top five execution venues in terms of trading volumes where they executed client orders in the preceding year and information on the quality of execution obtained.”

The Commission Delegated Regulation (EU) 2017/576, more commonly known as Regulatory Technical Standard 28 (“RTS 28”), specifies in Article 3(3) the information which should be included on the quality of execution obtained.

This report provides information on the quality of execution obtained by CIBC Capital Markets (Europe) S.A. (“CIBC Lux”) during 2022 when executing orders on behalf of clients. It should be read in conjunction with the ‘Best Execution and Order Handling Policy – CIBC Capital Markets (Europe) S.A.’ and the relevant ‘top five execution venues’ tables.

2. Scope & Interpretation

In line with the ‘Best Execution and Order Handling Policy – CIBC Capital Markets (Europe) S.A.’:

- The scope of this report is limited to orders executed on behalf of clients. It therefore only includes trades for which CIBC Lux owed best execution to its clients during the year;
- CIBC Lux trades in a principal capacity in all instrument classes so best execution will only be owed to the extent that the client is placing legitimate reliance on the firm;
- CIBC Lux is not licenced to provide services to Retail clients so the report covers all orders executed on behalf of Professional clients.

Annex 1 of RTS 28 lists twenty-two classes of financial instruments. During the year CIBC Lux executed orders on behalf of Professional clients in six of those classes. The information provided below therefore relates to those classes only. During the year CIBC Lux did not execute any orders on behalf of Professional clients from a Securities Financing Transactions (“SFTs”) perspective.

CIBC Lux has determined that the concept of passive and aggressive orders only applies where an order is sent by CIBC Lux to a venue running an order book. When CIBC Lux trades in a principal capacity, the firm has concluded that the absence of an order book results in no information being required in RTS 28 table 2 regarding whether the order is passive or aggressive.

Given CIBC Lux trades in a principal capacity, clients are not able to direct the firm to execute the order on another venue. CIBC Lux has therefore concluded that the concept of a directed order in RTS 28 table 2 is not applicable to the firm’s activities.

3. Equities: Quality of execution obtained

During the year CIBC Lux did not execute any orders on behalf of Professional clients in equity instruments.

4. Non-equities: Quality of execution obtained

During the year CIBC Lux executed orders on behalf of Professional clients in the following classes of non-equities instruments:

- Debt Instruments
 - Bonds
 - Money markets instruments
- Interest Rate Derivatives
 - Swaps, forwards and other interest rate derivatives
- Currency Derivatives
 - Futures and options admitted to trading on a trading venue
 - Swaps, forwards and other currency derivatives
- Structured Finance Instruments

CIBC Lux transacts in a principal capacity in these instrument classes. The only execution venue is therefore the firm itself. In this scenario, the information prescribed in RTS 28 Article 3(3) is not applicable.

5. SFTs: Quality of execution obtained

During the year CIBC Lux did not execute any orders in SFTs on behalf of Professional clients in any class of financial instrument. CIBC Lux has therefore not published table 3 for 2022.