Report on the execution quality of the execution venues 2021

The Trade Republic Bank GmbH (hereafter „Trade Republic“) publishes a summary of the analysis and conclusions they draw from their detailed monitoring of the quality of execution obtained on the execution venues where they executed all client orders. These statements apply equally to all financial instruments offered.

a) Explanation of the relative importance the firm gave to the execution factors of price, costs, speed, likelihood of execution or any other consideration including qualitative factors when assessing the quality of execution

Trade Republic accepts orders to buy or sell securities exclusively on the basis of a customer's instruction. The customer must instruct Trade Republic at which of the offered execution venues his order is to be executed.

Trade Republic primarily bases its choice of execution venues on the total fee for the execution of the order at the execution venue. The total fee results from the price for the security and all costs associated with the execution of the order. The costs to be taken into account when calculating the total fee include fees and charges of Trade Republic or the execution venue, costs for clearing and settlement and all other fees paid to third parties involved in the execution of the order.

Trade Republic will also consider other execution factors and relevant criteria such as market model, liquidity, speed and probability of execution, technical infrastructure, regulations and security of settlement when selecting its trading partners.

For the selection of trading partners, Trade Republic also takes into account existing exchange access, access to multilateral trading systems or access to liquidity pools or the trading partner's capacity as a systematic internaliser.

b) Description of any close links, conflicts of interests, and common ownerships with respect to any execution venues used to execute orders

Trade Republic has no close links, conflicts of interests, and common ownerships with respect to any execution venues used to execute orders.

c) Description of any specific arrangements with any execution venues regarding payments made or received, discounts, rebates or non-monetary benefits received

Trade Republic may receive payments from the offered execution venues for the placement of orders by customers (inducements). The purpose of receiving these payments is, among other things, to provide and further develop efficient and high-quality infrastructure (i.e. in particular the application) for the acquisition, monitoring and sale of a wide range of financial instruments for the client. Trade Republic discloses the receipt of the inducements to the client before each transaction and on an annual basis.

d) Explanation of the factors that led to a change in the list of execution venues listed in the firm's execution policy, if such a change occurred

In the reporting year, Trade Republic connected the additional execution venues of the issuers Société Générale S.A. and Citigroup Global Markets Europe AG for derivatives trading. The decisive factors for this change were the introduction of additional trading partners in the derivatives asset class and the associated expansion of the derivatives offering for customers.

e) Explanation of how order execution differs according to client categorisation, where the firm treats categories of clients differently and where it may affect the order execution arrangements

Trade Republic has classified all of its customers as retail investors and therefore different treatment of different categories of customers has not been applied.

f) Explanation of whether other criteria were given precedence over immediate price and cost when executing retail client orders and how these other criteria were instrumental in delivering the best possible result in terms of the total consideration to the client

Trade Republic follows the explicit instructions of the customer when executing orders. In this respect, customers themselves determine the execution criteria of their orders at the execution venues offered by Trade Republic. The predominant criterion in the selection of the execution venues offered is always the total fee, which is made up of the price for the security and all costs associated with the execution of the order.

g) Explanation of how the investment firm has used any data or tools relating to the quality of execution, including any data published under Commission Delegated Regulation (EU) 2017/575

Order and market data as well as data published by the trading venues offered for execution in accordance with Commission Delegated Regulation (EU) 2017/575 (RTS 27) were used to determine execution quality.