



REPORT ON THE QUALITY OF THE  
EXECUTION OF THE  
MAIN INTERMEDIARIES SELECTED BY  
**COBAS ASSET MANAGEMENT**  
**S.G.I.I.I.C., S.A.**

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## 1. INTRODUCTION

Delegated Regulation (EU) 2017/576 of the European Commission of 8 June 2016 supplementing Directive 2014/65/EU of the European Parliament and of the Council with regard to regulatory technical standards for the annual publication by investment firms of information on the identity of execution venues and on the quality of execution (Delegated Regulation) provides that firms providing investment services must publish information on the top five execution venues and information regarding the quality of executions obtained.

In this regard, it should be noted that **Cobas Asset Management, S.G.I.C., S.A.**, (hereinafter "**Cobas**") does not directly access the financial markets for the execution of orders as it is not a member of any market, but rather transmits all orders arising from investment decisions to a financial intermediary for execution, on the selection of trading venues that are ultimately chosen by those intermediaries pursuant to their best execution policy.

## 2. INFORMATION ON THE FIVE MAIN INTERMEDIARIES TO WHICH SECURITIES ORDERS HAVE BEEN TRANSMITTED FOR EXECUTION FOR THE PORTFOLIOS DELEGATED TO ITS MANAGEMENT

The five main intermediaries through which **Cobas** has directed the largest number of orders from its professional clients (managed portfolios), according to the type of financial instrument traded, are as follows:

<b>Instrument category</b>	<b>Equities</b>	
<b>Indicate whether in the previous year, on average, &lt;1 order per day was intermediated</b>	<b>No</b>	
<b>Intermediaries</b>	<b>% Cash</b>	<b>% Orders</b>
UBS LIMITS	22.69%	23.75%
LIQUIDNET	18.01%	19.28%
KEPLER CHEUVREUX	7.65%	7.88%
CLSA	6.15%	4.07%
REDBURN	5.48%	5.12%

<b>Instrument category</b>	Fixed Income	
<b>Indicate whether in the previous year, on average, &lt;1 order per day was intermediated</b>	Yes	
<b>Intermediaries</b>	<b>% Cash</b>	<b>% Orders</b>
CAIXABANK, S.A.	100.00%	100.00%

<b>Instrument category</b>	Derivatives	
<b>Indicate whether in the previous year, on average, &lt;1 order per day was intermediated</b>	Yes	
<b>Intermediaries</b>	<b>% Cash</b>	<b>% Orders</b>
MORGAN STANLEY & CO. INTERNATIONAL PLC	62.74%	47.33%
BANQUE PICTET & CIE S.A.	35.95%	50.76%
NOMURA INTERNATIONAL, PLC	1.31%	1.91%

### 3. SUMMARY OF THE ANALYSIS AND CONCLUSIONS OBTAINED BY COBAS REGARDING THE QUALITY OF EXECUTION OF TRANSACTIONS CARRIED OUT FOR ITS MANAGED PORTFOLIOS DURING FISCAL YEAR 2021

In accordance with its policy on the selection of financial intermediaries and execution quality, as well as with CNMV Technical Guide 1/2020 regulating this matter, Cobas takes both quantitative and qualitative factors into account, and not only the execution of transactions, seeking to obtain the best possible result.

The following is a series of factors considered when selecting the financial intermediary to which orders are transmitted for execution:

- The price of the financial instrument.
- The costs related to execution.
- Speed of execution and settlement.
- The probability and security of order execution and settlement, as well as factors identified with the concept of liquidity (market depth).
- Volume of supply and demand for a specific financial instrument in the available intermediaries.

- Volume of the order depending on the type of financial instrument.
- Nature of the orders.
- Market integrity, referring to the security of the trading market, such as the absence of associated systemic risk.
- Any other considerations relating to the execution of the order, such as, for example:
  - Costs not directly associated with execution
  - Execution and settlement risk. Credit risk and operational risk associated with settlement and clearing of transactions
  - Other factors of a structural nature, including factors such as the ease and effectiveness of resolving execution-related incidents, the availability of reports and execution data, the availability of efficient and secure settlement and clearing systems that guarantee the completion of processes, the proven experience of intermediaries in the markets to complete transactions, the capacity to cover trading needs in a careful, diligent and continuous manner over time.

**Cobas**, with a view to obtaining the best possible result for clients, from time to time will determine the relative importance (weighting) of each of the execution criteria described above, in accordance with its professional judgment, experience and knowledge and based on available market information.

All the entities designated by **Cobas** as intermediaries are firms of recognised capacity in the market and are the main market references in the execution of transactions.

They are also entities not related to **Cobas**, with best execution of orders and management policies in accordance with market standards and applicable regulations, which allows one to expect, in material terms, optimal execution of the corresponding orders transmitted to them.

**Cobas** has no close relations, conflicts of interest or common interests with any of the intermediaries.

**Cobas** has not entered into specific agreements with intermediaries in connection with the payments made or received, discounts, reductions or non-monetary benefits received as a result of the operations carried out, other than commissions paid for the actual service rendered by each Intermediary.

The list of authorised intermediaries included in the **Cobas** Financial Intermediary Selection and Execution Quality Policy is updated periodically as a result of the addition and deletion of intermediaries arising from the application of the policy.

**Cobas** does not offer any investment services to retail clients.