



Commission Recapture

Reducing Your Costs

Commission recapture is an effective, transparent tool to help plan sponsors and investment companies lower expenses, reduce commissions, and control transaction costs. With a commitment to providing the most comprehensive commission recapture program in the industry, CAPIS offers tailored reports, flexible online tools, superior client service, and compliance support to help you understand and manage your commissions.

What is Commission Recapture?

Commission recapture is a discounting mechanism for institutional brokerage transactions. In a commission recapture program, a portion of the commissions generated by the fund's assets are returned directly to the fund or used to lower overall expenses, such as custody fees and consultant fees.

"Foregoing an opportunity to seek lower commission rates, to use brokerage to pay custodial, transfer agency and other fund expenses, or to obtain any available cash rebates, is a real and meaningful cost to fund shareholders." SEC Release No. IC-26356, Feb 24, 2004

Transaction Cost Analysis and Brokerage Allocation Reporting

Ally, our execution analysis and brokerage allocation reports, offers best-in-class transaction analysis, helping you evaluate commission recapture participation, overall commission allocation, and execution quality. The Ally reports provide unique insight into the allocation of your commission assets including:

Identifying Underperforming Managers

- Execution Quality - Quartile comparisons with historical perspective*
- Commission Rate - USD and Non-USD reports compared to the CAPIS Universe*
- Recapture Participation - Directed percentages versus target objectives*

Communicating with Managers

Manager Scorecards - Multi-level comparisons provide a format for discussing best execution and brokerage allocation with your investment managers

Highlights

- Independent, Agency Broker
- 24-hour Global Trading
- Innovative Trading Technology
- High-touch Support

Trading Flexibility

We offer money managers several ways to satisfy commission recapture requests:

- CAPIS agency trading desk* - As an independent agency broker, CAPIS offers global equity trading, fixed income execution, and derivatives trading expertise without the traditional conflicts of proprietary trading desks.
- Correspondent brokers* - Your managers can trade directly with any of our global trading partners.
- Nexus algorithms* - Money managers can utilize CAPIS' best-of-breed algorithm suite, which includes the most popular strategies from Credit Suisse, Goldman Sachs, and Bank of America Merrill Lynch, as well as CAPIS' agency algos.

Lack of Conflicts

CAPIS is widely recognized for our responsiveness to client needs and the personal attention we give every account. Our commitment to personalized service is unwavering.

Integrity | Execution | Transparency

For more information, contact David Choate, COO, at 214.978.4732 or dchoate@capis.com