

LGT Capital Partners (U.K.) Limited / MIFIDPRU 8 Public Disclosure

Business Background

LGT Capital Partners (U.K.) Limited (the “**Company**” or “**LGT CP UK**”) is a registered Company in the United Kingdom. The Company was incorporated on 19th June 2003 and authorised by the Financial Conduct Authority (“**FCA**”) on 6th July 2006. The Company’s primary function is to act as an investment advisor to the funds managed/under advisory of the LGT Capital Partners Group companies and fund promotion, placing and distribution services. It is therefore classified as a MIFIDPRU investment firm and falls into scope of the Investment Firms Prudential Regime (“**IFPR**”) and the MIFIDPRU section of the FCA handbook. The Company is required to comply with the disclosure requirements set out in the MIFIDPRU 8 section of the FCA handbook. For the purpose of prudential regulations, LGT CP UK is classified as a small and non-interconnected (“**SNI**”) firm. The given information is appropriate for the size and nature of the Company.

Basis and Purpose of Disclosure

This disclosure sets out the Company’s remuneration policies and processes to a level of detail which is appropriate to the Company’s size, and to the nature, scope and complexity of its activities. These disclosures are revised at least annually with additional updates prepared during periods of material change and published on the LGT CP website at <https://www.lgtcp.com/en/regulatory-information/>.

These disclosures have been prepared on a solo entity basis as at 31st December 2023, being the date of Company’s last published annual financial statements.

Approach to remuneration

The Board is responsible for the remuneration policy and procedures and ensuring its regular update and review. The variable remuneration of the Company’s staff is based on consolidated profits of the LGT Capital Partners Group and the contribution of individuals to the Company’s overall success. The Compensation Committee of LGT Capital Partners Group has responsibility of setting the compensation arrangements of the Company including the variable discretionary bonus pool. The Board is also responsible for the entire process of risk management, which includes the risks emanating from the way in which the Company compensates its staff and directors. Senior management, in liaison with the Board, sets the risk profile of the Company. Variable remuneration is adjusted in line with LGT CP UK’s capital and liquidity requirements and needs.

Objectives of financial incentives

The objectives of the Company's remuneration practises are as follows:

- Encourage positive behaviours and strong corporate cultures
- Support and promote effective risk management
- Rewards performance, reliability, effectiveness of controls, business development and contribution to the overall strategy of LGT CP UK
- Equal and fair pay for all staff

Components of remuneration

The Company's remuneration included in this disclosure is made up of the following components:

Fixed remuneration

- Base salary
- Pension
- Benefits in Kind

Variable Remuneration

- Discretionary bonus
- Profit share scheme
- Long term incentive scheme (cash/non-cash)

Performance criteria used for assessment

LGT CP UK's remuneration policy clearly defines the performance criteria used across the Company, including specific business units, and for individual performance. The remuneration decisions across the Company are made based on a combination of:

- LGT Capital Partners Group's long-term sustainability and viability including looking through the business and economic cycles;
- the impact on LGT CP UK's Overall Financial Adequacy Rule and Threshold Conditions; and
- LGT CP UK's business performance and results against its strategic objectives.

The remuneration decisions for individuals are made based on a combination of:

- individual performance for the year (considering financial and non-financial criteria);
- the level of responsibility and seniority;
- overall performance of funds managed by LGT Capital Partners Group;
- overall long-term performance of the business;
- the level of contribution, acquired assets/clients; and
- compliance with the Company's policies and procedures

The above information is considered by the Compensation Committee of LGT Capital Partners Group, who ultimately determines the amount of any discretionary award to an individual via a points system (for the investment team members), a target-based system (for non-investment team members) or a commission-based system (for sales team members), in terms of whether to award as well as the amount to be awarded.

Quantitative Remuneration

Aggregated quantitative information for all remuneration paid to staff for the year ended 31st December 2023 can be seen below.

| | £ |
|-----------------------|-----------|
| Fixed Remuneration | 2,639,510 |
| Variable Remuneration | 4,829,223 |
| Total Remuneration | 7,468,733 |