

Quadrature Tax Strategy

Quadrature Capital Limited (“QCL” or “Quadrature”) is an investment management company registered in the UK.

This strategy applies to the year ended 31 January 2023 and is in accordance with the requirements set out in Section 17, Paragraph 4 of Schedule 19 of the Finance Act 2016.

Quadrature pays UK tax on all revenues including profits on investments in the funds.

Quadrature is committed to complying with all tax legislation, regulation and reporting requirements in the UK, as well as all jurisdictions we operate within. This will be done whilst ensuring we do not engage in aggressive tax planning or avoidance schemes.

How Quadrature manages tax risk

- Quadrature is committed to strong governance to manage, identify, and report tax risks.
- We identify new risks by tracking legal and policy developments and by considering the tax impact of potential internal changes.
- Where there is complexity or uncertainty, we engage with external advisors for guidance.
- Our Directors and Risk Committee have clear oversight and input into our tax approach and tax positions.
- The growth of our business and the ever-changing legislative regulatory landscape inevitably gives rise to complexity, uncertainty and risk. We have a tax control framework which enables us to actively identify, evaluate, monitor, and manage these risks.
- Management enforces the necessary changes in policies, processes and systems and monitors their effectiveness.

Our attitude to tax planning

- Quadrature is committed to complying with all obligations relating to taxation and fully disclosing all information to HMRC.
- We have established clear processes to ensure that taxes are calculated correctly, paid in a timely manner and risk of error is minimised.
- We will seek to access tax incentives, reliefs and exemptions where applicable.
- We will consider tax as a factor amongst others when structuring our commercial arrangements but everything we do has economic substance and will not involve contrived or artificial elements.

The level of tax risk we are willing to accept

- Quadrature have a low risk appetite in relation to tax related risks and have established robust methods to manage these risks.
- We have established alert systems with tax advisors to update us regularly on any relevant changes/updates to tax regulations both in the UK and in all countries in which we operate.

- All tax calculations are reviewed both internally and by external third parties to mitigate errors in calculations and misjudgements in regulation interpretation.

Relationship with HMRC

- We maintain an open dialogue in relation to our understanding of tax legislation and are committed to maintaining a transparent and open relationship with HMRC.
- Tax Authorities are made aware of significant transactions and changes in the business and we discuss these tax issues with HMRC.