EXECUTION OVERSIGHT & GOVERNANCE

Governance effectiveness review on outsourced trade execution

DEVLINMAMBO

Business Context

Following its transition from an internal dealing function to a single execution broker model, the investment manager sought independent assurance that its governance and oversight arrangements remained effective and aligned with regulatory expectations.

What the client needed

An independent review of the oversight framework covering regulatory compliance, execution quality and TCA, governance and conflicts, financial stability, incident management and operational resilience, including the controls supporting reliance on a single execution broker.

Our Approach

Our review evaluated the effectiveness of the governance and oversight framework supporting an outsourced execution model, with a focus on third-party risk management, regulatory compliance, operational resilience, management information, governance committee effectiveness, and the flow of oversight and challenge required to support informed decision-making and client outcomes.

Focus Areas

01 Broker Due Diligence & Oversight

02 Regulatory Compliance

03 Operational Resilience

04 MI & KPI Framework

The Outcome

The review confirmed strong foundations across governance arrangements, transaction cost analysis (TCA) monitoring, supporting policies, and contingency planning. Targeted recommendations were identified to enhance KPI and management information frameworks, strengthen evidence of independent challenge, and further support effective oversight of execution quality, service performance, and operational risk within an evolving regulatory environment.