

Swing Pricing Operational Assessment

While swing pricing is utilized as an optional method of minimizing dilution in Europe, meaningful differences exist between the European and US operating environments which negates any potential benefit of swing pricing in the United States

European vs. US Operating Environments

Transaction cutoffs
and fund valuation
points

Distribution
Infrastructure

Consistency in client
treatment

Timing of cash flow
receipt

Mid-pricing vs. Bid-
Pricing

Additional Considerations

- Optional application across Europe
- Full swing pricing impact on investor costs
- Materiality of incorrect swing decisions
- Swing factor calculation timeframes
- Operational complexities/NAV timeliness impacts
- Performance Reporting