

**Algorithmic Trading Strategy Overview**

Cuttone & Company has partnered with an award winning algorithmic trading platform and developed a custom suite of algorithms designed to ensure high quality execution. Our algorithms incorporate our unique NYSE point of sale order types (eQuote\* / dQuote\*) seamlessly into each strategy. This integration smooth’s workflow, improves execution quality, ensures greater liquidity sourcing, minimizes information leakage and brings a wide variety of Algo and SOR strategies directly into your OMS, EMS, or proprietary trading platform. In addition, we work in a consultative role to develop custom DMA routes, design algorithms according to client needs or specific requirements, and implement unique routing strategies designed to efficiently touch today’s complex market micro-strategy.

**Liquidity Sourcing**

SOR\*

Optimizes order placement in lit and dark venues to maximize liquidity capture and minimize information leakage. The strategy balances “Urgency to capture the display quote” vs. opportunities to seek out dark liquidity to minimize information leakage and price improvement.

DARK AGG

Manages order placement in dark venues to optimize liquidity capture and reduce information leakage. The strategy attempts to first discover liquidity by slicing optimally sized orders at various venues, and then rebalances intelligently to venues where it has detected liquidity.

**Schedule Driven**

VWAP\*

Trades using historical volume profile to target VWAP as the benchmark. The strategy can optionally accept StartTime and EndTime as parameters to schedule trading in a given trading period. The strategy utilizes passive and aggressive trading tactics to achieve liquidity.

TWAP\*

Similar to the VWAP strategy with a different schedule. The schedule is a constant rate of trading between the given StartTime and EndTime.

**Dynamic & Adaptive**

POV\*

Tracks volume from the time the order starts trading and trades according to the specified target participation percentage. Continuous optimizations are made as the order trades to target optima price and liquidity goals.

ARRIVAL PRICE\*

Manages the trade-off between market impact and volatility (price risk) to optimally execute the order.

\*Indicates eQuote / dQuote