

INTERACTIVE BROKERS GROUP, INC. UK TAX STRATEGY

Interactive Brokers Group, Inc. (“IBKR”) is an automated global electronic broker. We are a leading provider of brokerage and custody services to hedge funds, registered investment advisors, proprietary trading groups, introducing brokers and individual investors. We conduct business in the UK principally through Interactive Brokers (U.K.) Limited.

This UK tax strategy policy applies to the UK affiliates¹ of IBKR. This statement is published in accordance with the requirements of Paragraph 16(2), Schedule 19, Finance Act 2016 for the year ending December 31, 2023.

Our approach to UK tax risk management and level of acceptable UK tax risk

Compliance with tax legislation is key to managing our tax risk, and we are dedicated to complying with all UK tax laws and practices that apply to our business and to meeting our reporting and payment obligations in a timely and accurate manner. Our group Chief Financial Officer has ultimate responsibility for IBKR’s tax affairs. Day-to-day tax governance is performed principally by our parent company’s corporate tax department, led by our Global Head of Tax. The tax department is staffed with qualified and experienced personnel. We maintain systems and internal controls designed to ensure that UK tax laws are complied with and tax risks are properly identified and considered as part of broader decision making processes and, where appropriate, managed through our internal controls. We provide regular training to our staff who manage or process matters that have tax implications.

We proactively seek to identify, evaluate and monitor tax legislation and regulations to ensure that we comply with our tax obligations. Given the scale of our business and volume of tax obligations, risks and uncertainty will inevitably arise. In situations where our obligations are unclear or uncertain or specialized knowledge is required or helpful, we may seek external professional advice.

Our attitude to UK tax planning

We do not pursue aggressive tax planning or tax planning that is artificial in nature. The tax planning we undertake is based on substantive commercial activities we undertake with due regard to the potential impact on our reputation. We take tax laws into account and consider potential incentives and reliefs. Where appropriate, we will seek to take positive steps to eliminate or minimize the risk of double taxation. Any tax planning undertaken will have commercial and economic substance.

Our approach to working with HMRC

We strive to foster a transparent and constructive relationship in all interactions with HMRC through regular communication. We are committed to making accurate and timely disclosures to the HMRC where required and to conducting our affairs with HMRC in a professional and courteous manner. Where differences of opinion arise, our goal is to work proactively with HMRC to resolve them.

¹ The UK affiliates are Interactive Brokers (U.K.) Limited, Interactive Brokers (U.K.) Nominee Limited and Covestor, Ltd.