

## KEY INFORMATION DOCUMENTS – CFD’s on FOREX

### 1. Purpose

This document provides you with key information about this investment product. It is not marketing material and it does not constitute an investment advice. The Key Information Document is required by the law to help you understand the nature, risks, costs, potential gain and losses of this product and to help you compare it with other products.

### 2. Product

**Product name:** Contract for Difference (“CFDs”) on FOREX

**Distributor:** Offered by APME FX Trading Europe LTD (the “Company”), a company registered in Cyprus with registration number HE 347219 and authorized by Cyprus Securities and Exchange Commission, with License Number 335/17

**Alert:** You are about to purchase a product that is not simple and may be difficult to understand.

#### **What is this product?**

**Type:** An Over the Counter (“OTC”) Derivative Contract for Difference (“CFD”) with the underlying instrument being on currencies. Currency trading or Forex trading is the trading of one currency for another. When you trade forex on our platform you are trading occurs Over the Counter (OTC). This means that you speculate on the movement of currencies against each other but don’t actually take physical ownership of the actual instrument.

**Objectives:** This CFD is not a listed instrument but is traded as an OTC contract. It enables you to have exposure to price movements on the underlying currency pair (the base currency and the quote currency) over a period of time. This CFD can be bought long or sold short to suit your view of market direction in the future. It is a leveraged product that requires you to deposit a smaller amount of cash as margin than the notional value of the position. For retail investors, there is a mandate of a minimum initial margin of 50% of the notional value of the position and requires us to close any open positions if the margin level of your account falls below 50% of the initial margin requirements.

**Example:** If an investor opened a buy (long) position (e.g., EUR/USD) and the price of the underlying asset rises, the value of the CFD will increase - at the end of the contract the Company will pay the difference between the closing value of the contract and the opening value of the contract. Conversely, if an investor opened a sell (short) position and the price of the underlying asset rises, the value of the CFD will be increased - at the end of the contract the investor will pay the Company the difference between the closing value of the contract and the opening value of the contract.

Product	Direction	Leverage	Position Size Value of	Initial Margin	Open Price	Close Price	Change in %	Swap Paid*	Net Profit	Currency
EURUSD	BUY	1:30	1 Lot	3911.82	1.1854	1.1761	-0.78	39	-969	USD
EURUSD	SELL	1:30	1 Lot	3919.74	1.1878	1.1890	0.1	33	-153	USD
GBPUSD	BUY	1:30	1 Lot	4374.48	1.3256	1.3469	1.61	42	2088	USD
GBPUSD	SELL	1:30	1 Lot	4319.37	1.3089	1.2674	-3.17	42	4108	USD

*\*Position held for 1 full day. For all Costs and Charges, please refer to our website to section Trading Conditions.*

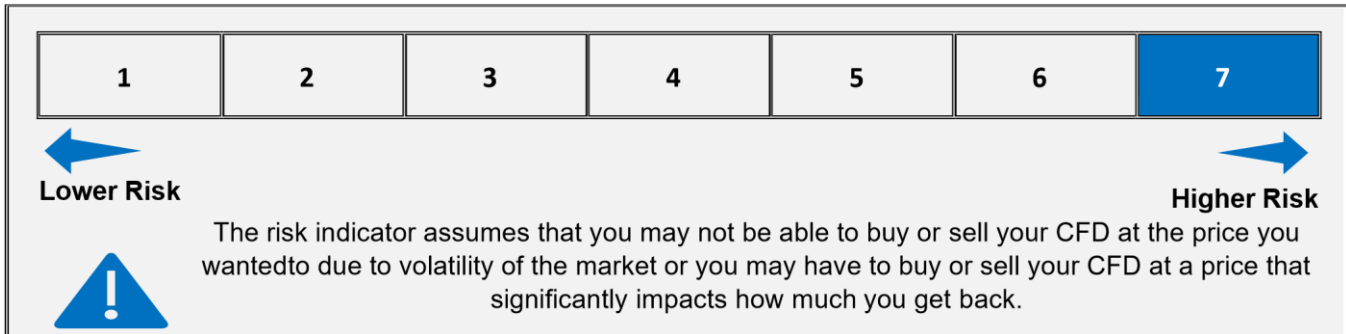
When free margin drops due to price movement in the opposite direction of the trades, one must either fund the account in order to keep margin level above stop out rule level, which is 50% margin level, or close position(s) to avoid being stopped out. Margin Call notification is communicated via e-mail and is also indicated in the platform when the margin level drops to 100%. The Company also retains the ability to unilaterally terminate any CFD contract where it deems that the terms of the contract have been breached.

### 3. Intended Retail Investor

This product is for clients that have a medium to high risk tolerance and ability to lose the invested capital. It is available for clients with a relatively short-term investment horizon, and is not suitable for all investors but only for those who i) understand and are willing to bear the risks involved, including the risks associated with margin trading; ii) possess the necessary experience and knowledge about trading in derivatives and the underlying instruments; and iii) are financially

able to bear the risk of a total loss of their invested amounts, subject to the negative balance protection mechanism offered by the Company.

#### 4. Risk Indicator



The Risk indicator can show you the risk involved in these products compared to other products. It shows how possible it is that the product movement can lead to financial loss for the investor. The Risk indicator has been set to the Highest level. The rate indicates the potential losses from the product future performance. CFDs are leveraged and risky products that can cause losses. Losses cannot exceed the amount invested (negative balance), however you may lose your entire invested capital. There is no capital protection against market risk, credit risk and/or liquidity risk.

#### 5. Currency Risk

It is possible to buy or sell CFDs in a different currency from the currency of your account. The final pay-out that you might receive depends on the exchange rate between the two currencies.

#### 6. Performance Scenarios

The below scenarios were demonstrated to provide you how an investment can perform. You can compare them with other products scenarios in order to identify which product is more suitable for you. The scenarios presented are an approximation of future performance based on evidence from the past performance on how the value of this investment differs and are not an exact indicator. The outcome will be based on the market performance and how long you hold the CFD. The stress scenario indicates the possible outcome in extreme market circumstances.

#### Scenario

FOREX: EUR/USD	
Opening price	1.1855
Trade Size (per CFD): TS	2 Lot
Margin %: M	3.3%
Contract Size K	200 000
Margin Requirement (€): $MR=P \times TS \times M \times K$	6.600
Notional Value of the trade (€): $TN=MR/M$	200 000

Table 1

<b>BUY</b> Performance Scenario	Closing price (inc. spread)	Price change	Gross* Profit/Loss	<b>SELL</b> Performance Scenario	Closing price (inc. spread)	Price change	Gross* Profit/Loss
Favorable	<u>1.2033</u>	1.5%	3556.5 USD	Favorable	<u>1.1677</u>	-1,50%	3556.5 USD
Moderate	<u>1.1944</u>	0.75%	1778.3 USD	Moderate	<u>1.1944</u>	0,75%	1778.25 USD
Unfavorable	<u>1.1677</u>	-1.5%	-3556.5 USD	Unfavorable	<u>1.2033</u>	1,50%	-3556.5 USD
Stress	<u>1.1262</u>	-5%	-11855 USD	Stress	<u>1.2448</u>	5%	-11855 USD

\*Indicates gross amount of profit/loss before fees. For net amounts please refer to Example 1 above.

### 7. What happens if the Company is unable to pay out?

The Company segregates all its clients' funds from its own, in different bank accounts, in accordance with the Law 87(I)2017 and the related Directive of the Cyprus Securities and Exchange Commission for the Safeguarding of financial instruments and funds belonging to clients. Moreover, the Company participates in the Investor Compensation Funds. The objective of the ICF is to secure claims of the covered Clients against members of the ICF, through the payment of compensation in cases where the member concerned is unable to pay out. The total payable compensation to each covered Client of the Company may not exceed the amount of twenty thousand euro (EUR 20,000). For further information, please refer to Cyprus and Securities and Exchange Commission website [www.cysec.gov.cy](http://www.cysec.gov.cy).

### 8. What are the Costs?

<b>One-off Entry or Exit Costs</b>	<b>Spread</b>	The Difference between the Sell Price and Buy price
	<b>Minimum Commission</b>	The minimum fee charged for the service carrying out the transaction (it refers to Equity CFDs and Physical Shares)
<b>Ongoing Costs</b>	<b>Swaps</b>	If you hold a position open after market close, you will be subject to a Swap Charge.

### 9. How long should I hold it, and can I take money out early?

CFDs have no recommended holding period. Provided that the Company is open for trading you can open and close positions if the markets are open.

### 10. How can I complain?

Please refer to the Clients Complaints Procedure listed on our website.

### 11. Other Relevant information

We encourage you to read the Policies listed on our website. You can find the respective documents under the section Regulation. Such information is also available upon request.