UR Trade Fix Ltd

Key Information Document – CFDs on Forex (last updated September 2020)

Purpose This document provides you with key information about this investment product. It is not marketing or legally binding material. The information is required by law to help you understand the nature, risks, costs, potential gains and losses of investing in this product and to help you compare it with other products. Before deciding to open an account, we suggest that you read the whole document together with our terms and conditions.

Product UR Trade Fix Ltd ("the Company"), the manufacturer of this complex financial product, is authorized and regulated by the Cyprus Securities and Exchange Commission with CySEC Licence no. 282/15 and Head Office at Office 11A, Griva Digeni 80, 3101, Limassol, Cyprus. For more information please visit www.plusmarkets.eu.

Alert **You are about to trade on a market that is not simple and may be difficult to understand.**

What is this product?

Contract for Differences ("CFDs") on Currency Pairs ("Foreign Exchange" or "FOREX")

Trading CFDs on FOREX enables investors to have exposure to fluctuations related to the price performance of the underlying currency pair i.e. EUR/USD without physically owning it. The first currency in a currency pair (in our example EUR) is known as the **base currency** and the second (in our example USD) is known as the **quote or counter currency**. When you click buy or sell, you are buying or selling the first currency in the pair. The price of the CFD is derived from the price of the underlying currency pair. By trading on CFDs on FOREX, you do not physically own any of the currencies, neither take delivery of any of the currencies at any point during the duration of the trade. You can buy a CFD on EUR/USD pair (i.e. "**go long**") if you believe that the EUR is going to increase in value relative to the USD, with the intention to later sell it at a higher value. You can sell a CFD on EUR/USD (i.e. "**go short**") if you believe that the EUR is going to decrease relative to the USD, expecting to later buy it back at a lower price. In both circumstances, if the currency pair price moves in the opposite direction and your position is closed, your account would be debited for the loss of the trade (plus any relevant costs), subject to our **Negative Balance Protection**. CFDs on FOREX are not listed instruments and are traded as "**Over-The-Counter**" contracts between the client and the Company. Investors are required to pay an initial deposit, or margin, upfront when the position is opened. **Trading on margin** can enhance any losses or gains you make. This initial margin requirement will be returned when the position is closed. The maximum **leverage** offered for CFDs on FOREX (non-major currency pairs) is 1:20, and CFDs on FOREX (major currency pairs) is 1:30.

Objectives:

The objective of CFDs on FOREX is to allow an investor to gain or lose through leveraged exposure to the movement in the value of the underlying currency pair (i.e. simultaneous buying and selling of two different currencies) for the period between when the contract is opened and when it is closed. The exposure is leveraged since a CFD only requires a small proportion of the notional value of the contract to be put down upfront as initial margin i.e.:

if you buy 1 lot of a CFD on EUR/USD with an initial margin amount of 3,33% and an underlying EUR/USD price of 1,17500 EUR, the initial margin requirement will be 3.913 EUR (3,33% x 100.000 units x 1,17500 EUR). The effect of leverage, in this case 1:30 (0,033/1), has resulted in a notional value of the contract of 117.500 EUR (100.000 units x 1,17500 EUR). Therefore, for any change of 1-point in the price of the underlying currency pair the value of the CFD will also change by 1 EUR (either up or down). If the market increases in value, 1 EUR profit will be made for every 1-point increase in the market. However, if the market decreases in value, 1 EUR loss will be made for every 1-point decrease in the market.

Who is this account most suitable for? Clients who:

- have high-risk tolerance;
- want to generally gain short-term exposures to financial instruments/markets, and have a diversified investment and savings portfolio;
- are trading with money which they can afford to lose;
- have experience with, and are comfortable trading on, financial markets and understand the impact of and risks associated with margin trading.

Who is this account NOT suitable for? Clients who:

- do not want to be subjected to volatile markets;
- want capital protection.

What can you trade?

With your account with UR Trade Fix Ltd, you can trade CFDs on the currency pairs indicated on our Contract Specifications.

Access to your investment

- You can view your account online anytime by logging onto our secure website.
- You can buy and sell CFDs during market hours, on the currency pairs listed on our Contract Specifications.
- Depending on your bank, transfers may take a further two (2) days.

What is the risk and what could I get in return?

1	2	3	4	5	6	7

Lower risk (typically lower rewards) ←→ **Higher Risk** (typically higher rewards)

There is no recommended or minimum time period for holding this product. You may be forced due to the volatility of the market to buy or sell your CFDs on FOREX at a price that will significantly impact your invested capital.

The **Summary Risk Indicator ("SRI")** is a guide that shows the level of risk of this product compared to other products and how likely it is that the product will lose money because of movements in the markets, or because we are not able to pay you. We have classified this product as 7 out of 7, which is the highest risk class because the product is volatile and is subject to unforeseeable swings. This rates the potential losses from future performance at a very high level.

The primary risks from CFD trading are the market risk and counterparty risk; however, there are additional risks that you should be aware of before trading (e.g. leverage risk, margin risk, unregulated market risk, market disruption risk, online trading platform and IT risk, conflicts of interest, currency risk). Poor market conditions are very likely to impact the capacity of the Company to pay you. CFD trading is undertaken on electronic platforms. There may be times that system or other breakdowns arise which may affect your ability to trade, or our ability to offer continuous prices or create a need for subsequent adjustment of prices to reflect underlying exchange prices.

CFDs on FOREX do not protect you against any adverse future market performance. Spreads may vary, and the underlying market may be subject to high volatility that can generate losses rapidly. CFDs on FOREX are **leveraged products**, requiring only a proportion of the notional value of the contract to be deposited as initial margin. Using leverage, you gain larger exposure to a financial market by tying up only a relatively small amount of your capital. Trading with leverage can magnify both the profits and losses you make in relation to the investment. Statistically, a significant part of clients loses because leverage amplifies losses, leading to margin calls and closures of clients' open positions. In the event of default, your positions may be closed out. You should carefully consider whether trading in leveraged products, such as CFDs, is appropriate for you. For more information on leverage and the Company's Risk Disclosure Policy please check our website.

Negative Balance Protection ("NBP")
The Company operates a NBP meaning that you cannot lose more than the Equity of your trading account, however you risk losing the capital invested with us.

Margin close out rule and Minimum Investment
Margin call level (also known as 'Stop-out' level) is a limit set by the CIF which is currently set at 50%. This means that, once your margin level falls below 50%, the CIF will automatically begin closing your positions at the current market price, starting from the most unprofitable, to restore the margin level of your account at a level above 50%. Regarding each new FOREX position, its minimum exposure value, the initial deposit percentage and initial margin requirements you may refer to our Contract Specifications.

Currency risk
You may buy or sell CFDs on FOREX in a currency which differs to the currency that your account is denominated in. The final return you will get depends on the exchange rate between the two currencies (i.e. conversion of profit/loss quoted in the quote currency into the currency in which your account is denominated). This risk is not considered in the SRI displayed above.

Tax Considerations
As a trader, all profits are deemed as taxable income hence you are taxed on profits at your marginal tax rate. The Company does not provide yearly tax statements or any information about tax. For tax matters, please consult your financial adviser or tax consultant.

Performance Scenarios
The scenarios presented below demonstrate how your investment could perform in various market circumstances and should not be considered as exact indicators or recommendations. Any different types of charges that may apply to your account are also excluded from the scenarios. Hence, your account performance (i.e. potential profit or loss) will vary depending on various factors, for example how long you hold your position(s).

CFD on FOREX		**EUR/USD**
Opening Price	**P**	1,17500 EUR
Lot Size	**LS**	100.000 units
Margin Percentage	**MP**	3,33% (Leverage 1:30)
Margin Requirement	**MR = P x LS x MP**	3.913 EUR
Notional Value of the trade	**NV = MR / MP**	Profit & Loss calculation: EUR (variable currency)

Account Currency	EUR

Long Performance Scenario	Account Performance	Price Change	Profit / (Loss)	Short Performance Scenario	Account Performance	Price Change	Profit / (Loss)
Favourable	+ 0,15 %	+ 0,00176	+ 176,25 EUR	Favourable	+ 0,15 %	- 0,00176	+ 176,25 EUR
Moderate	+ 0,01 %	+ 0,00012	+ 11,75 EUR	Moderate	+ 0,01 %	- 0,00012	+ 11,75 EUR
Unfavourable	- 0,02 %	- 0,00024	- 23,5 EUR	Unfavourable	- 0,02 %	+ 0,00024	- 23,5 EUR
Stress	- 0,13 %	- 0,00153	- 152,75 EUR	Stress	- 0,13 %	+ 0,00153	- 152,75 EUR

Note: *The above scenarios do not take into account overnight holding costs or commissions; neither the situation where the CIF may not able to pay you.*

Market developments in the future cannot be accurately predicted. The scenarios shown are only an indication of some of the possible outcomes based on recent returns. Actual returns could be lower.

What happens if the Company is unable to pay out?

If the Company is unable to meet its financial obligations towards its clients, all eligible claimant clients' losses will be covered by the Investor Compensation Fund ("ICF") for the Clients of CIFs. The payment of compensation by the ICF shall not exceed 20.000 EUR in total to each eligible client, irrespective of the number of accounts held, currency and place of offering the investment service. For more information, please access our Policy and/or CySEC - ICF section.

What are the costs?

ONE-OFF COSTS charges are accessible on our Contract Specifications	**Spread (entry & exit)**	Spread is the difference between the bid and the ask price. Spread cost is realized every time you open / close a trade, it is variable, and its size differs when opening and closing a trade. Prices of CFDs as well as their commercial terms like the spreads maybe varied to reflect periods of actual or expected heightened market volatility and reduced liquidity.
	Commission	The fee to be charged at the opening and closing of the transaction.
	Currency Conversion	A currency conversion spread will be charged each time for converting any realized profits, losses and/or other fees that are denominated in a different currency to the currency in which your account is denominated.
ONGOING COSTS charges are accessible on our Contract Specifications	**Swap (open positions' financing cost)**	For every night that a position is held open, a fee charge is subtracted from your account. The longer the position is held, the more the costs will accrue (note: if the swap rate is negative, you will make a payment but if the swap rate is positive you will receive payment).
INCIDENTAL COSTS	**Deposit, Withdrawal, Transfer, Inactivity and Conversion Fees**	The charges specified (incidental costs) are accessible on our website.

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

CFDs are generally not suitable for long term investments and are intended for short term trading. There is no minimum and/or recommended holding period for CFDs. As such, you can open and close a CFD at any time during market hours. Note that UR Trade Fix Ltd may close your position without asking your prior consent if there is no sufficient margin level in your account. You can request a withdrawal of available funds on your account at any time.

How can I complain?

If you have complaint, please contact the Compliance Department of the Company by email at compliance@plusmarkets.eu as shown on our Complaints Policy accessible on our website.

If you are not satisfied with our final response to your complaint, then you can contact the Financial Ombudsman Service ("FOS") of the Republic of Cyprus.

Other relevant information

Further information with regards to this product can be found on our website. You should ensure that you read all our legal information displayed in the legal section of our Website.