

Key Information Document - CFD on Cryptocurrency Pairs

Purpose

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

Product CFDs on Cryptocurrency pairs:

Product manufacturer: IGM Forex Ltd (IGMFX), authorised and regulated by the Cyprus Securities and Exchange Commission (CySEC) with CIF licence number 309/16. Call+357 25 252 371, or go to www.fintana.eu for more information.

This document was last updated in September 2024.



RISK WARNING: You are about to purchase a product that is not simple and may be difficult to understand. This product may not be suitable for all investors. Please ensure that you fully understand the risks involved.

What is this product?

Type - This document relates to products known as 'contracts for difference', which are also known as CFDs. A CFD allows you to obtain an indirect exposure to an underlying asset such as a security, commodity, cryptocurrency and other asset types. This means you will never own the underlying asset, but you will make gains or incur losses as a result of price movements in the underlying asset. This document provides key information on CFDs where the underlying investment option that you choose is a cryptocurrency such as Bitcoin, Dash or Ethereum. A cryptocurrency is a virtual currency that is not issued or backed by a central bank or government. The pricing of cryptocurrencies is derived from specific cryptocurrency exchanges and are traded on cryptocurrency exchanges.

CFD transactions with IGMFX are not undertaken on a recognized exchange/regulated market, rather they are undertaken over the counter (OTC).

Objectives - The objective of trading CFDs is to speculate on price movements (generally over the short term) in an underlying asset. Your return depends on movements in the price of the underlying asset and the size of your position. For example, if you believe the value of a cryptocurrency is going to increase, you would buy a CFD (also known as "going long") with the intention to sell it at a higher value. The difference between the price at which you buy and the price at which you subsequently sell equates to your profit, minus any relevant costs (detailed below). If you think the value of a cryptocurrency is going to decrease, you would sell a CFD (also known as "going short") at a specific value, expecting to buy it back at a lower price, resulting in us paying you the difference minus any relevant costs. However, in either circumstance, if the cryptocurrency moves in the opposite direction and your position is closed, either by you or as a result of a margin call (detailed below), you would owe us the amount of any loss you have incurred, subject to our negative balance protection.

To open a position, you are required to deposit into your account a percentage of the total value of the contract. This is referred to as the initial margin requirement (see further below). Trading on margin can magnify any losses or gains you make. For more information about margin trading, you can refer to the Company's Margin Information document.

Intended Retail Investor and Elective Professional Investors

Trading these products will not be appropriate for everyone. We would normally expect these products to be utilised by persons to whom some or all of the following criteria apply:

- i. have relevant knowledge and/or experience to understand the characteristics of CFDs and risks associated with trading on margin, previous trading experience in CFDs and/or other derivative instruments traded with margin, on an execution only basis (over the last 3 years); and/or a professional qualification and/or work experience that is relevant to trading in OTC leveraged financial instruments (over the last 3 years);
- ii. have ability to bear 100% loss of all funds invested;
- iii. have a high-risk tolerance;
- iv. intend to use the product for short-term investment, speculative trading, portfolio diversification and/or hedging of exposure of an underlying asset.

Term

CFDs positions generally have no fixed or suggested maturity date. It's up to each individual trader to decide the appropriate time to open and close his positions.

CFDs on Cryptocurrencies may have an expiry date. Therefore, any open positions on CFDs on Cryptocurrencies will close upon the expiry date set for the instrument at the last available price, if they are not closed earlier. You can find out the expiry date of an instrument by clicking on the "Details" link on the main trading platform screen next to the instrument's name.

Nevertheless, failure to deposit additional funds in order to meet margin requirements as a result of negative price movement, may result in the CFD position being auto-closed.

Performance scenarios

The below scenarios illustrate potential profit and loss under different scenarios. You can compare them with the scenarios of other products. The scenarios presented are an estimate of future performance based on evidence from the past on how the value of this investment varies.

In any case, your profit or loss depends on how the market behaves and how long you hold the CFD. The stress scenario shows what you might get back during extreme market circumstances, when the market is very volatile.

The following assumptions have been used to create the scenarios found in table 1 below:

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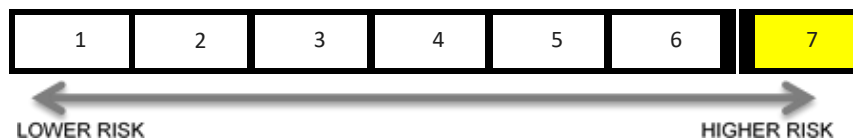
CFD on a Cryptocurrency (held intraday)		
Bitcoin Cryptocurrency opening price:	(P)	\$87,800
Trade Size (per CFD):	(TS)	1 lot (1 BTCUSD in the Bitcoin Cryptocurrency)
Margin %:	(M)	1%
Leverage:	(L)	1:100
Margin Requirement(\$):	$MR = P \times TS \times M$	\$878
Notional Value Of The Trade (\$):	$TN = MR \times L$	\$87,800
CFD on a Cryptocurrency (held intraday)		
Bitcoin Cryptocurrency opening price:	(P)	\$87,800
Trade Size (per CFD):	(TS)	1 lot (1 BTCUSD in the Bitcoin Cryptocurrency)
Margin %:	(M)	3,3%
Leverage:	(L)	1:30
Margin Requirement(\$):	$MR = P \times TS \times M$	\$2,897
Notional Value Of The Trade (\$):	$TN = MR \times L$	\$87,800

BUY/LONG	Closing Price	Price	Profit/Loss	SELL/SHORT	Closing Price	Price change	Profit/Loss
	(Incl. Spread)	Range			(inc. spread)		
Performance Scenario				Performance Scenario			
Favourable	\$ 90,434.00	3%	\$ 2,634.00	Favourable	\$ 85,166.00	-3%	\$ 2,634.00
Moderate	\$ 89,117.00	1.5%	\$ 1,317.00	Moderate	\$ 86,483.00	-1.5%	\$ 1,317.00
Unfavourable	\$ 85,166.00	-3%	\$ 2,634.00	Unfavourable	\$ 90,434.00	3%	\$ 2,634.00
Stress	\$ 82,532.00	-6%	\$ 5,268.00	Stress	\$ 93,068.00	6%	\$ 5,268.00

The figures shown above indicate intraday trading and thus do not include the cost of positions held open overnight. If you have been sold this product by someone else, or have a third party advising you about this product, these figures do not include any cost that you pay to them. The figures do not take into consideration the personal tax situation, which may affect how much you get back.

What are the risks and what I could get in return?

Risk indicator



There is no recommended or minimum holding period for this product. You must maintain sufficient margin in your account to keep your positions open. Trading on margin means you could quickly lose your trading balance.

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 can be lower.

The summary risk indicator is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose money because of movements in the markets. We have classified this product as 7 out of 7, which is the highest risk class. This is because there is a chance that you could lose all of your trading balance.

Trading risks are magnified by leverage. Values may fluctuate significantly in times of high volatility or market/economic uncertainty; such swings are even more significant if your positions are leveraged and may also adversely affect your position. As a result, Margin calls may be made quickly or frequently, and in the event of default, your positions may be closed out. Trade only after you have acknowledged and accepted the risks. You should carefully consider whether trading in leveraged products is appropriate for you.

Our CFDs are not listed on any exchange, and the prices and other conditions are set by us in accordance with our best execution policy. The contract can be closed only with us, and is not transferable to any other provider. If you have multiple positions with us, your risk may be cumulative and not limited to one position.

Be aware of currency risk. You may receive payments in a different currency; therefore, the final return you will get depends on the exchange rate between the two currencies. This risk is not considered in the indicator shown above.

Market conditions may mean that your CFD trade on a Cryptocurrency pair is opened and closed at a less favourable price, which could significantly impact how much you get back. We may close your open CFD contract **if you do not maintain the minimum margin** that is required, or if you contravene market regulations. For more information on Margin we encourage you to review our Margin Information Technical

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Risks. Since trading of the product depends on technology i.e. PC, mobile phone, internet etc., you are exposed to electronic disruptions, leading to delays in the opening and closing of a transaction, for which IGM Forex Ltd shall not be held liable.

This product does not include any protection from future market performance so you could lose some or all of your trading balance. For more information on the Risks associated with trading the product, please see our Risk Disclosure document.

What happens if IGM Forex Ltd is unable to pay out?

If IGM Forex Ltd or its liquidity provider is unable to meet its financial obligations to you, this could cause you to lose the value of any position's you have with IGM Forex Ltd. However, in such cases, you may be eligible for Compensation under the Investors' Compensation Fund (ICF), which covers eligible investments up to EUR 20,000 per person, or 90% (ninety percent) of the cumulative covered claims of the covered investor, whichever is lowest, irrespective of the number of accounts held, currency and place of offering the investment service. If you wish you may get more information on the ICF please refer to the Company's ICF Policy on the website. IGM Forex Ltd segregates your funds from its own money in accordance with the Cyprus CySEC Client Asset rules. The indicator shown above does not consider this protection. For more information, you can visit the Cyprus Securities and Exchange Commission at: <https://www.cysec.gov.cy/>.

What are the costs for CFDs on a Cryptocurrency pair positions?

Before you trade CFDs on Cryptocurrency pairs, you should familiarize yourself with all the below costs for which you will be liable and which are capable of reducing your net profits or increasing your losses. For more information on costs please view our General Fees Document. The below table portrays an illustration of types of costs along with their meaning:

One off Costs	Spread	The difference between the buy price and the sell price is called the spread. This cost is realized each time you open and close a trade.
	Currency Conversion	Any cash, realized profit and losses, adjustments, fees and charges that are denominated in a currency other than the base currency of your account, will be converted to the base currency of your account and a currency conversion fee will be charged to your account.
	Commission	This is a commission charged when trading CFD on Cryptocurrency which is based on the notional value of the trade.
Ongoing Costs	Daily holding Cost/Swap/Rollover	A fee is charged to your account for every night that your position is held, depending on the position held (i.e. long or short). This means the longer you hold a position, the more it costs. Swap can be viewed on the trading platform.

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

Certain cryptocurrency CFDs have an expiry date. When the expiry date is reached, all open positions for that cryptocurrency CFD are terminated. Before opening a cryptocurrency CFD position you should make sure you are aware of whether or not the contract expires and, if it does expire, when the expiry date is.

Taking this into account, your open position will close when:

- you choose to exit the product by closing the position; or
- in the event you do not have available margin; or
- with certain cryptocurrency CFDs, when the contract expires.

You should monitor the product to determine when the appropriate time is to exit and, if applicable, when the product expires. You can close your position(s) at any time during market hours, which are displayed in the "Details" link in the main screen of the trading platform.

How can I complain?

The Company has established and maintains a Complaints Handling Procedure. If you wish to submit a complaint you can submit the online form via the following link or you may contact the Company at:

- **Address** 1 Agias Zonis, No. 504, Block B, 5th Floor, Nikolaou Pentadromos Center Building, 3026 Limassol, Cyprus
- **Telephone:** +357 25 252 371
- **Email:** support@fintana.eu

Other relevant information

The information contained in this information document should be read in conjunction with other legal documentation will in particular the contractual information available at www.fintana.eu/en/legal/ under the legal tab.