

**Key Information Document-FOREX**

**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.

**Product**

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

**Distributor:** Offered by OX Capital Markets Ltd.(THE “Company”) company registered in Cyprus with registration number HE338839 and authorised by Cyprus Securities and Exchange Commission, with License Number 274/15.

**Alert**

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

**What is this product?**

**Type**

FOREX, also known as foreign exchange, FX or currency trading, a contract for difference (“CFD”) on a currency pair. Forex is a decentralized global market where all the world’s currencies trade. The FOREX market is the largest, most liquid market in the world with an average volume exceeding \$5 trillion per year.

**Objectives**

The objective of trading FOREX is to speculate on price movements (generally over the short term) in an underlying asset by obtaining an indirect exposure to the underlying asset. Your return depends on movements in the price of the underlying asset and the size of your stake. The first currency listed in an FX pair is called the base currency and the second currency is called the quote currency (each currency pair is listed as a three-letter code). The price of an FX pair is how much one unit of the base currency is worth in the quote currency. If the base currency rises against the quote currency, then a single unit of the base currency will be worth more units of the quote currency and the FX pair’s price will increase. If it drops, the pair’s price will decrease.

**Example**

If an investor has opened a buy 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 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.

Investor	CFD	Margin %	Direction	Market Direction	Loss/Profit
A	1	1%	BUY	UP	Profit
B	1	1%	SELL	UP	Loss
C	1	1%	BUY	DOWN	Loss

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 (automatic system close of open order) level which is 30% free margin, or close position(s) to avoid being stopped out, ie, automatic close of open positions. Margin Call notification is communicated through a durable medium when free margin percentage is at 100%.

In the case of Futures Contract CFD’s, the investor has the option to either close position on the pre-determined expiry date which is available on the website and communicated via durable medium or can allow for the symbol to ‘Rollover’ to the new contract. Depending on the direction of the trade BUY/SELL and the





MARKETS

Forex: EUR/USD	
Opening price	1.1975
Trade Size (per CFD): TS	5
Margin %: M	1%
<b>Contract Size K</b>	100.000
Margin Requirement (€): $MR=P \times TS \times M \times K$	5987,5
Notional Value of the trade (€): $TN=MR/M$	598700

**Table 1**

<b>BUY</b> Performance Scenario	Closing price (inc.spread)	Price change	Profit/Loss	<b>SELL</b> Performance Scenario	Closing price (inc. spread)	Price change	Profit/Loss
<b>Favourable</b>	<b>1,2154</b>	<b>1.5%</b>	<b>€1790</b>	<b>Favourable</b>	<b>1,1796</b>	<b>1,50%</b>	<b>€1790</b>
<b>Moderate</b>	<b>1,2064</b>	<b>0.75%</b>	<b>€890</b>	<b>Moderate</b>	<b>1.1885</b>	<b>0,75%</b>	<b>€890</b>
<b>Unfavourable</b>	<b>1,1796</b>	<b>-1.5%</b>	<b>€-1790</b>	<b>Unfavourable</b>	<b>1.2154</b>	<b>-1,50%</b>	<b>€-1790</b>
<b>Stress</b>	<b>1,1377</b>	<b>-5%</b>	<b>€-5980</b>	<b>Stress</b>	<b>1.2573</b>	<b>5%</b>	<b>€-5980</b>

**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 Fund (ICF). 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 Euros (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).

**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 stocks ONLY)
<b>On-going Costs</b>	<b>Swaps</b>	If you hold a buy or sell position open after the market close, you will be subject to Swap Fee.

**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 enter and exit positions if the markets are available, please check all the financial instruments trading hours: [www.oxmarkets.com](http://www.oxmarkets.com)

**How can I complain?**

You may submit your complaint in writing and address it to the Compliance Officer, who is authorized to handle and investigate complaints. You are encouraged to use the Complaints Form and submit it in any of the following ways: A. By sending by post or delivering in person the attached Complaints Form at the following address: 67 Spyro Kyprianou, Samos Center, 2<sup>nd</sup> Floor, Office 201, 4042 Limassol, Cyprus, or B. By submitting the Complaints Form electronically at the following email addresses: [compliance@oxmarkets.com](mailto:compliance@oxmarkets.com) and C) By Facsimile at +357 25030662. If you feel that your complaint has not been resolved satisfactory, you may file a complaint through Cyprus and Exchange Commission website. Please read our [Complaints Handling Policy](#)

**Other Relevant information**



## M A R K E T S

We encourage you to read the Terms of Business, Risk Disclosure and Warning Notice and the Best Interest and Order Execution Policy. You can find the mentioned documents, under the section Regulation. Such information is also available upon request.