



KEY INVESTOR DOCUMENT

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

Product Name Commodity CFD's (Contracts for Difference)

Product manufacturer ATFX Global Markets (CY) Ltd. (ex. Positiva Markets (CY) Ltd) ('ATFX') authorised and regulated by the Cyprus Securities and Exchange Commission ('CySEC') under the license no. [285/15](#)

This Key Investor Document ("KID") is effective from 1 January 2018 and shall remain effective until an updated version is released.

Risk Warning

You are about to purchase a product that is traded on margin and may carry a risk of loss, whilst your capital is at risk, you cannot lose more than you invest due to negative balance protection. The product is not simple and may be difficult to understand. 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 or index. The underlying asset will never be actually owned by you but the profit and loss is determined by the difference between the buying and the selling price of a CFD.



There are many types of CFD's, this document provides key information on Commodity CFD's where the underlying investment option that you choose is a physical asset such as Gold or Oil. You can visit <http://atfxgm.eu> for further information in relation to the CFDs on commodities available.

Objectives

CFDs enable traders 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 instrument and the number of contracts opened (size of your stake).

For example, if you believe the value of a commodity is going to increase, you could buy a one or more contracts of that commodities CFD (this is also known as "going long"), with the intention to later sell them (and subsequently close the trade) when they rise. 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 commodity is going to decrease, you could sell a number of CFD contracts (this is also known as "going short") at a specific value, expecting to later buy them back at a lower price than you previously agreed to sell them for. However, in either circumstance if the commodities price moves in the opposite direction and your position is closed, either by you or as a result of a margin call, your account would be debited for the loss of the trade plus any relevant costs.

Execution Model

No Dealing Desk

For Standard and Edge trading accounts ATFX offers commodities CFDs trading via a straight through processing or No Dealing Desk (NDD) execution model. In this model, ATFX platform displays the best-available direct bid and ask prices from our liquidity providers who act as counterparty to your trade. ATFX does not act as a market maker in any commodities CFDs and is compensated via a commission fee based on the amount of volume traded. Depending on account type, commissions is either debited when a position is open and closed or already included as a mark-up in the spread (detailed below).

Intended Retail Investor

Trading in CFDs is highly speculative and carries a high level of risk and is not suitable for every investor these products will not be appropriate for everyone. You should deal in these products if you: (i) have a high risk tolerance; (ii) are trading with money they can afford to lose; (iii) have experience with, and are comfortable trading on, financial markets and, separately, understand the impact of and risks associated with margin trading; and (iv) want to generally gain short term exposures to financial instruments/markets, and have a diversified investment and savings portfolio.

Term

Commodity CFDs are execution-only products and generally have no fixed maturity date or minimum holding period. The trader decides when to open and close his positions. The position will be kept open to the extent you, the trader keeps the available margin.

Performance Scenarios

This key information document is not specific to a particular product. It applies to a CFD on any commodity. For each CFD trade you enter, you will be responsible for choosing the instrument, when you open and close, the size (risk) and whether to use any risk mitigation features (such as stop loss orders).

Each instrument has a different pip cost (value risked for every change of a certain digit in price) associated to it. Pip cost can be found in the Product Specification page or in the Specification window within the MT4 platform.

This table shows potential profit and loss under different scenarios. The scenarios assume you have a starting equity of \$1000 and choose to buy/sell 100 ounces of XAUUSD. This particular CFD contract has a pip cost of \$0.01 per contract, meaning in this case you will make or lose \$1 for every pip the price moves. A pip on this instrument is the digit before the decimal place. The price at which you can buy is 1265.00.

The below table does not include overnight holding costs or commissions (discussed further below).

Scenarios		Trade P/L	New Equity
Stress scenario: You go long and the price falls by 200 pips and you then receive a margin call	Open Price: 1265.00	-\$200	\$800
	Close Price: 1263.00		
Unfavorable scenario: You go short and price increase by 50 pips and you exit the position.	Open Price: 1265.00	-\$50	\$950
	Close Price: 1265.50		
Moderate scenario: You go long or short and exit the position at the same rate you entered	Open Price: 1265.00	\$0	\$1000
	Close Price: 1265.00		
Favorable scenario: You go Long and price increases by 100 pips and you exit the position	Open Price: 1265.00	\$100	\$1100
	Close Price: 1266.00		

What happens if ATFX is financially unable to pay you out?

ATFX is obliged in accordance with strict CySEC legislation to safeguard clients' money and ATFX segregates its own funds from clients' money thus, ATFX cannot use clients' money as its own property.

Additionally, ATFX is a member of the Investor Compensation Fund (the “**Fund**”). The objective of the fund is to secure the claims of the covered clients through the payment of compensation in cases where ATFX is financially unable to pay you out. The maximum compensation shall be up to the amount of €20,000. For more information please visit the Legal section of [ATFX's website](#).

What are the costs?

This table shows the different types of costs involved when you trade commodities CFD products.

Standard accounts only spread is charged for trading commodities CFDs.

Edge accounts have a reduced spread with a separate commission charge.

Rollover is accrued irrespective of account type.

<p>One off costs</p>	<p>Spread</p>	<p>The spread is the difference between the buy (ask) and sell (bid) price quoted. For example, if the XAUUSD is trading at 1265.00, our Ask price (the price at which you can buy) might be 1265.10 and our bid price (the price at which you can sell) might be 1264.90. Therefore, the spread is 0.50 or 50 pips.</p>
<p>Open/close costs</p>	<p>Commission</p>	<p>Commission is charged at both open and close and vary depending on the size of your position.</p>
<p>Ongoing costs</p>	<p>Rollover</p>	<p>Rollover is the interest paid or earned for holding a position overnight. Each commodity CFD has an overnight interest rate associated with it, and depends on the type of commodity CFD that is being traded, the position direction (long or short) as well as the size.</p> <p>Any client holding an open position at the end of the trading day (12am GMT+2) will be credited or debited rollover.</p> <p>On Wednesday, to account for holding a position into the weekend, rollover is 3X times higher than usual.</p> <p>Rollover can add a significant extra cost or profit to your trade.</p>

How can I make a trade inquire or complaint?

For any questions please contact us through the [Contact Us](#) page or Live Chat.

You are entitled to submit a complaint at any time of dissatisfaction regarding the provision of investment and/ or ancillary services provided to them by the Company.



Where any trading or other query has not been addressed or when you wish to submit a formal complaint you can do so by completing the [Complaints Form](#).

If you are not satisfied with our response to your complaint you can refer your complaint to the Financial Ombudsman of the Republic of Cyprus. For more information please visit http://www.financialombudsman.gov.cy/forc/forc.nsf/index_en/index_en?OpenDocument.

Alternatively, you may submit your complaint to CySEC, please visit <https://www.cysec.gov.cy/en-GB/complaints/how-to-complain/>

Other relevant information

You should ensure that you familiarize with our regulatory and compliance related documents displayed in the legal section of our website, for more information please visit <https://atfxgm.eu/en/legal/>