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 Forex (FX)

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.

Type of Product

This document relates to products known as Forex. Forex, also known as foreign exchange, FX or currency trading, is a decentralized global market where all the world's currencies trade. You can visit ATFX's website for information on the currency pairs available to trade with ATFX.

ATFX

Objective

The objective of trading Forex is to speculate on price movements (generally over the short term) between two currencies. Your return depends on movements in the price of the instrument and the size of your position.

All forex trades involve two currencies. The first currency listed in an FX pair is called the base currency, and the second currency is called the quote or counter 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 pair's FX pair's price will increase. If it drops, the pair's price will decrease**.**

For example, the EUR/USD, the most-traded currency pair in the world. EUR, the first currency in the pair, is the base, and USD, the second, is the quote. When you see a price quoted on your platform, that price is how much one euro is worth in US dollars. You always see two prices because one is the buy price and one is the sell. The difference between the two is the spread. When you click buy or sell, you are buying or selling the first currency in the pair.

For example, if you believe the value of an instruments base currency is going to increase vs the quote currency, you could buy 1000 or more units of that base currency (this is also known as "going long"), with the intention to later sell them (and subsequently close the trade) when it is 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 an instruments base currency is going to decrease vs the quote currency you could sell (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.

Execution Model

No Dealing Desk

For Standard and Edge trading accounts ATFX offers forex trading via a straight through processing or No Dealing Desk (NDD) execution model. In this model, ATFX platforms display 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 marker in any currency pairs 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).

ATFX

Intended Retail Investor

Trading in this product will not be appropriate for everyone. This product would commonly be used by persons who want to generally gain short term exposures to financial instruments/markets; are using (trading with) money which they can afford to lose; have a diversified investment and savings portfolio; have a high-risk tolerance; and understand the impact of and risks associated with margin trading.

Term

Forex is an execution-only product and generally therefore has no recommended holding period. Forex trades do not settle, you can decide when to open and close your positions.

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

1	2	3	4	5	6	7

LOWER RISK **HIGH RISK**

The summary risk indicator is a guide to the level of risk of these products compared to other products. It shows 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 these products as 7 out of 7, which is the highest risk class. This is because there is a chance you could lose all of your investment.

You must maintain the minimum equity in order to keep your positions open. If your equity falls below the minimum equity, you will receive a margin call and your open position will start liquidating, without any notice by us to you, starting by the most losing position.

You will be able to open a position by depositing only a small portion of the notional value of the position, creating a leveraged position. High leverage can significantly increase the potential return, but it can also significantly increase potential losses.

All CFDs have set leverage rations, determined in line with CySEC requirements and our internal leverage policy. For retail clients a default the lower leverage limit capped at 1:50 is offered with the option to change the default to a higher leverage, given that the retail client has passed our appropriateness test.

In most cases ATFX owes the duty, when executing orders, to obtain the best possible result for its clients, please refer to our Order Execution Policy.

Performance Scenarios

This key information document is not specific to a particular product. It applies to any FX instrument. For each 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.

This table shows potential profit and loss under different scenarios. The scenarios assume you have a starting equity of $2000 and choose to open a long/short EURUSD 100k (also known as a standard lot) position. This particular currency pair has a pip cost of $0.1 per 1k meaning in this case you will make or lose $10 for every pip the price moves. The price at which you can buy is 1.18500. A pip on this instrument is the fourth digit after the decimal place.

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 50 pips and you then receive a margin call	**Open Price: 1.18500** **Close Price: 1.18000**	*-$500*	*$1500* *∆ -25%*
Unfavorable scenario: You go short and price increase by 15 pips and you exit the position.	**Open Price: 1.18500** **Close Price: 1.18350**	*-$150*	*$1850* *∆ -7.5%*
Moderate scenario: You go long or short and exit the position at the same rate you entered	**Open Price: 1.18500** **Close Price: 1.18500**	*$0*	*$1000* *∆ 0%*
Favorable scenario: You go Long and price increases by 10 pips and you exit the position	**Open Price: 1.10000** **Close Price: 1.10050**	*$100*	*$1100* *∆ +5%*

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.

ATFX

What are the costs?		
This table shows the different types of costs involved when you trade FX products. Standard accounts only spread is charged for trading forex. Edge accounts have a reduced spread with a separate commission charge. Rollover is accrued irrespective of account type.		
One off costs	**Spread**	The spread is the difference between the buy (ask) and sell (bid) price quoted. For example, if the EURUSD is trading at 1.18500, our Ask price (the price at which you can buy) might be 1.18501 and our bid price (the price at which you can sell) might be 1.18492. Therefore, the spread is 0.00002 or 0.2 pips.
Open/close costs	**Commission**	Commission is charged at both open and close and vary depending on the size of your position.
Ongoing costs	**Rollover**	Rollover is the interest paid or earned for holding a position overnight. Each currency has an overnight interest rate associated with it, and because forex is traded in pairs, every trade involves not only two different currencies, but their two different interest rates. Overnight interest rates will guide whether the trader will ultimately pay to hold the position or earn interest. Typically, these interbank rates will track a central bank's target quite closely, however sharp changes in the supply or demand for a specific currency can shift interbank borrowing rates away from the central bank rates. Typically, if the interest rate on the currency you bought is higher than the interest rate of the currency you sold, then you will earn rollover (positive roll). If the interest rate on the currency you bought is lower than the interest rate on the currency you sold, then you will pay rollover (negative roll). Any client holding an open position at the end of the trading day (12am GMT+2) will be credited or debited rollover. On Wednesday, to account for holding a position into the weekend, rollover is 3X times higher than usual. Rollover can add a significant extra cost or profit to your trade.

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/