KEY INFORMATION DOCUMENT

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: Currency CFD

Investment firm: iCFD Ltd, tel. +35725204600, website: www.vestle.com

Licensed by: the Cyprus Securities and Exchange Commission (CySEC), License no. 143/11

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

What is this product?

This investment product is a Contract for Differences (CFD). A CFD is an Over the Counter (OTC) leveraged financial instrument which value is determined based on the value of an underlying asset. The client makes a profit or a loss on the CFD based on the direction chosen (Buy or Sell) and the direction of the value of the underlying asset. The amount of profit or loss is determined based on the value of the underlying asset at the opening of a transaction and its value at closing of the transaction. The CFD is settled in cash only and the client has no rights whatsoever on the actual underlying asset.

The objective of the CFD is to profit from changes in the price of the underlying asset. In the case of currencies, such prices are determined in interbank transactions whereby banks will quote each other prices of one currency against another currency. iCFD obtains such prices from its liquidity provider, which in turn obtains such prices from market data aggregators that collect data on interbank transactions to produce a market price for each currency against another currency. The market for most currencies is open 24 hours a day, 5 days a week from Sunday at 23:00 CET until Friday 22:00 CET. For specific trading hours please check iCFD's website.

This product is intended for clients who wish to make directional transactions and take advantage of short term price movements in the rates of currencies and have the ability to sustain the risk of loss of their entire invested amount within a short period of time. Therefore, this product is not appropriate for clients who cannot afford to lose their amount invested. In order to succeed in this type of investment, the client should make educated assumptions (and for this purpose may use the tools made available to it by iCFD) on the direction that the price of the underlying asset will go, and should follow closely the rates, as those may change rapidly within a short period of time.

In order to purchase the CFD, the client must have sufficient margin in its account. The normal required margin for currencies is 2% (Except for CNH crosses which are 5%). This means that in order to open a transaction of 10,000 EUR (deal size), the client will need to have a minimum margin of 200 EUR in its account. Respectively, this represents a leverage of 1:50. Margin requirements may decrease at the client's request, subject to fulfillment of certain criteria. Margin requirements may increase at iCFD's discretion in cases of extreme market volatility.

The profit or loss is determined according to the following formula:

For Buy (Long) positions: Deal size (in units of base asset) x [Close Bid – Open Ask] = P/L (in units of the other asset)

For Sell (Short) positions: Deal size (in units of base asset) x [Open Bid – Close Ask] = P/L (in units of the other asset)

The P/L from the closed positions is then converted into the base currency of the client's account, if different. This is done on the basis of the relevant Bid/Ask rate of the two currencies at the time the position is closed.

The P/L is also affected by the fees charged by iCFD, as detailed below.

The P/L is calculated by, and shown on, the trading platform on a continuous basis, and losses on the positions will affect the client's margin. Should the client's margin reach 0 (zero), all client's positions will automatically close which means that the client will realize the losses. Therefore, it is important to maintain such level of margin to support the client's open positions.

Polish residents only: In accordance with KNF requirements, should the client's exposure coverage [% of Equity / Net Exposure] reach 0.8 %, all client's positions will automatically close which means that the client will realize the losses.

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

1	2	3	4	5	6	7

Low Risk — High Risk



This risk indicator assumes that you keep the product for up to 24 hours. You may not be able to end the product easily or you may have to end at a price that significantly impacts the return on your investment. CFDs may be affected by slippage or the inability to end the product at a desired price due to unavailability of such price in the market. CFDs are OTC products and cannot be sold on any exchange, MTFs or other trading venue.

This product is a high risk product. Currencies may fluctuate significantly in a short period of time. If the change in price is against the direction chosen by the client, then the client can experience significant losses over a short period of time up to a maximum of the amount held as margin in the client's account. However, the client will never owe iCFD any amount in excess of the available funds in the account in light of iCFD's contractual "Negative Balance Protection". On the other hand, should the change in price be the same as the direction chosen by the client, then the client may see significant profits over a short period of time.

Profits and losses are exacerbated by the level of leverage used. Higher leverage ratios result in higher profits if the client chose the correct direction, and higher losses if the direction was against the client.

Performance Scenarios (assuming no Overnight Financing effects):

Below are examples of performance scenario of a deal in CFD based on EUR/USD.

Margin Amount in EUR	Leverage	Deal Amount in EUR	EUR/USD Opening Deal Rate	Deal Amount in USD	Deal Direction	Change in Price	EUR/USD Closing Deal Rate	P/L Amount in USD	EUR/USD Spread in Pips	P/L Exchange Rate to EUR	P/L Amount in EUR under Negative Balance Protection
200	50:1	10,000	1.25000	12,500	Buy	5%	1.31250	625	2	1.3127	476.12
200	50:1	10,000	1.25000	12,500	Buy	1%	1.26250	125	2	1.2627	98.99
200	50:1	10,000	1.25000	12,500	Buy	0%	1.25000	-	2	0	-
200	50:1	10,000	1.25000	12,500	Buy	-1%	1.23750	-125	2	1.2375	-101.01[‡]
200	50:1	10,000	1.25000	12,500	Buy	-5%	1.18750	-625	2	1.1875	-200.00[‡]
200	50:1	10,000	1.25000	12,500	Sell	5%	1.31250	-625	2	1.3123	-200.00[‡]
200	50:1	10,000	1.25000	12,500	Sell	1%	1.26250	-125	2	1.2623	-99.03[‡]
200	50:1	10,000	1.25000	12,500	Sell	0%	1.25000	-	2	0	-
200	50:1	10,000	1.25000	12,500	Sell	-1%	1.23750	125	2	1.2375	101.01
200	50:1	10,000	1.25000	12,500	Sell	-5%	1.18750	625	2	1.1875	526.32

[†] The figures do not take into account your personal tax situation, which may also affect how much you get back.

[‡] Due to negative balance protection the client cannot lose more than client's available funds.

French residents only – In accordance with AMF requirements, all CFD have an intrinsic protection and will be closed when losses reach the required margin for opening the position.

What happens if iCFD is unable to pay out? In the event that iCFD becomes insolvent and is unable to pay out to its clients, retail clients may be eligible to compensation of up to 20,000 EUR by the Investor Compensation Fund set up by the Cyprus Securities and Exchange Commission.

What are the costs? iCFD charges a spread when a client buys a CFD. A spread is the difference between the Sell ("Bid") and Buy ("Ask") price of the CFD which is multiplied by the deal size. The spread per each underlying asset is detailed on iCFD's website but each client may have different spreads on all or some of the underlying asset based on the client's history, volume, activities or certain promotions.

For the purpose of the example we will assume a 10,000 EUR transaction in EUR/USD with a 2 pips spread. EUR/USD pip is the 4th decimal digit (0.0001). 10,000 EUR x 0.0002 = 2 USD

The amount of 2 USD will be deducted from the P/L upon opening the transaction and therefore immediately after opening the transaction the P/L of that transaction will be -2 USD.

In addition to the above, iCFD charges Overnight Financing (OF) for deals that remain open at the end of the daily trading session. This OF may be subject to credit or debit, calculated on the basis of the relevant interest rates for the currencies in which the underlying instrument is traded, plus a mark-up. The mark-up for currency pairs is 0.75%.

If the calculated OF Percentage is positive, it means that an applicable amount will be added (credited) to the client's account. A negative OF Percentage means that an applicable amount will be subtracted (debited) from the client's account. If the CFD's quoted currency differs from the account's currency, it will be converted to the account's currency at the then prevailing exchange rates.

Calculation of OF Percentage for Long Positions:

$$\boldsymbol{Overnight\ Financing\ Percentage} = -\left(\frac{\boldsymbol{3M\ interest\ rate\ of\ the\ other\ currency - 3M\ interest\ rate\ of\ the\ base\ currency + markup}}{\boldsymbol{360}}\right)$$

Calculation of OF Percentage for Short Positions:

$$\boldsymbol{Overnight\ Financing\ Percentage} = \left(\frac{\boldsymbol{3M\ interest\ rate\ of\ the\ other\ currency - 3M\ interest\ rate\ of\ the\ base\ currency - markup}}{\boldsymbol{360}}\right)$$

To reach the OF Amount, OF percentage (as calculated above) is multiplied by the deal amount (in units of the base asset), as indicated in the formula below:

Overnight Financing Amount = Deal Amount × Overnight Financing Percentage

How long should I hold it and can I take the money out early? CFDs on currency are usually held for less than 24 hours. You can cash out the CFD at any point you wish during trading hours, but it may not be at a price beneficial to you or your investment goals.

How can I complain? Complaints may be addressed to iCFD via email to complaints@vestle.com. The email should set out the client's name, account number and nature of the complaint. If the client is unhappy with the Company's response to its complaint, it may refer the complaint to the Financial Ombudsman of the Republic of Cyprus.

Other relevant Information: This key information document does not contain all information relating to the product. For other information about the product and the legally binding terms and conditions of the product, please refer to iCFD's website at www.vestle.com.