Key Information Document (KID)

Purpose

This document provides you with key information about this financial 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

Name of Product: Contracts for Difference (CFDs) on Indices

Name of PRIIP manufacturer: INVEXIA Ltd

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Alert

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

What is this product?

Type

A CFD is a tradable instrument that allows you to obtain an indirect exposure to an underlying asset or instrument. CFDs on Indices are traded Over-The-Counter (OTC). The Company is the agent to the execution of your trades. CFDs are leveraged products, enabling investors to make transactions with only a small margin (deposit). The underlying asset or instrument is never actually owned by you and the profit or loss is determined by the difference between the buying and the selling price of the CFD, minus any relevant costs (detailed below). 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.

Underlying Instrument

You are about to trade in a Contract for Difference (“CFD”) with the underlying instrument being Futures on Indices, adjusted for fair value.

What are Cash Indices?

A Cash Index consists of hypothetical portfolio of stocks, where its price is constituted by the price fluctuation of consistent shares in a percentage distribution basis. In a cash market, the exchange of goods and money between the seller and the buyer is settled in the present, as opposed to the futures market where such an exchange takes place on a specified future date. A Cash Index CFD tracks the performance of the related futures contract, adjusted for fair value. The fair value is the theoretical calculation of the value of the futures contract taking into account the current index value, any dividends paid on constituent stocks and current interest rates. In other words the fair value can show the difference between the futures price and what it would cost to own all the stocks of the particular index.

So how do CFDs work?

The Company is the agent to the execution of your trades. As an example – if you enter into a Buy trade for a CFD on US30 when the underlying price of US30 is USD 23,940, we will ask you to place a margin with us to enable you to trade. If the margin is say 1:100, this means that as a minimum you will need to place USD 239.40 with us. If the price of US30 goes to USD 23,980, you will profit USD 40.00, minus any relevant costs (detailed below). If it reduces to USD 23,900, you will lose USD 40.00, plus any relevant costs (detailed below). Depending on whether we apply any notifications when your account is close to margin calls, we may ask you for more money to ensure your trade / position remains open, otherwise we may be forced to close your position. You will never lose more than the Equity of your trading account as we offer Negative Balance Protection.

Objectives

The objective of trading CFDs on Indices is to speculate on price movements (generally over the short term) in an underlying future instrument, without actually buying or selling the underlying asset of future instrument. Your return depends on movements in the price of the underlying future instrument and the size of your position. Through your trading with us, you receive the exposure to the performance of the underlying instruments, but you do not receive any ownership or other rights to such underlying asset or future instrument. This product is appropriate only for speculative investment purposes.

Trading in CFDs on Indices carries high level of risk and thus can generate great profits as well as great losses. You should never invest more that you are willing to lose, as it is possible to lose your initial investment.

Prior to commencing trading in CFDs on Indices it is prudent to consult with this KID and evaluate whether trading in CFDs on Indices is appropriate for you.

Intended retail investor

Trading in this product is highly speculative and involves a significant risk of loss. This product is for clients with a relatively short-term investment horizon, and is NOT suitable for ALL investors but only for those who i) understand and are willing to bear the risks involved, including the risks associated with margin trading; ii) possess the necessary experience and knowledge about trading in derivatives and the underlying instruments; have for objective speculation over short term, and iii) are financially able to bear the risk of a total loss of their invested amounts, subject to the negative balance protection mechanism offered by the Company.

Term

CFDs on Indices generally have no expiration date and therefore it is up to you to open and close your position.

You should be aware that if your margin level reaches or falls below the Margin Close Out Level of 20%, you will receive a stop out or margin call and your positions will start liquidating, without notice by us to you, starting with the highest losses.

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

Risk Indicator

Signification of the indicator

This indicator measures the level of risk at which your investment may be exposed.

The risk category is not guaranteed and may shift over time. The lowest category does not mean «risk-free». The CFDs on Indices display a grade of 7 on a scale ranging from 1 to 7 (1 being the less risky category). They therefore exhibit (because also of leverage) the highest risk characteristics.

This product does not include any protection from future market performance so you could lose all of your investment. The Client could place Stop Loss to limit potential losses, and Take Profit to collect profits.

If we are not able to pay you what is owed, you could lose your entire investment. However, you may benefit from the Investor Compensation Fund (see the section 'what happens if we are unable to pay you'). This indicator shown above does not consider this protection.

General CFD risks

- CFDs are complex financial instruments and are traded Over the Counter ("OTC"). You can only exit a position by trading with us, during the trading hours of the underlying instrument as stated on our Website. You cannot transfer your open positions/trades to any other firm. It may be impossible to liquidate an existing position, to assess the value of the position arising from an off-exchange transaction or to assess the exposure to risk.
- You do not owe the underlying asset. Through your trade with us, you receive by us exposure to the performance of the underlying asset, but you do not receive any ownership or other rights to such underlying asset.
- CFDs are leveraged products. You only need a small margin for getting exposure to the underlying asset. Leverage can magnify both your profits as well as your losses.
- Statistically, because of leverage, a significant part of clients lose because leverage amplifies losses, leading to margin calls and closures of clients' open positions. We operate a Negative Balance Protection i.e. you cannot lose more than the Equity of your trading account, however you risk losing the capital invested with us.
- CFD trading is undertaken on electronic platforms. There may be times that system or other breakdowns arise. This may affect your ability to trade, or our ability to offer continuous prices or create a need for subsequent adjustment of prices to reflect underlying exchange prices.

- CFDs on certain instruments can be highly volatile. The prices of CFDs and the underlying instruments may fluctuate rapidly and over wide ranges and may reflect unforeseeable events or changes in conditions, none of which can be controlled by us. Under certain market conditions it may be impossible for a Client's order to be executed at the declared price leading to losses.
- Prices of CFDs as well as their commercial terms like the spreads maybe varied to reflect periods of actual or expected heightened market volatility.
- Depending on the currency your trading account is denominated and the currency of the underlying instrument you trade, your final return maybe exposed to the exchange rate risk between the two currencies.
- The tax legislation of your home Member State may have an impact on your return.
- The above list of risks is non-exhaustive.

Cash Indices specific risks

- Cash Indices consist of a portfolio of shares. If one or more share/s distribute dividends, according to the cap of the share/s in the portfolio, positive or negative cash dividend adjustment depending on the direction of your trade, are applied in order to neutralize the economic effect that may affect the price of the underlying Share on the ex-dividend date.
- Therefore, where you have open positions that you do not wish to receive cash dividend adjustment, you shall close them before end-of-day.

Performance Scenarios

The performance scenarios represent general situations of changes in the prices of CFDs in Indices and their impact on the return of the Client's investment in monetary and percentage terms. These scenarios are general and applicable to the range of CFDs on Indices offered by the Company.

As an example – if you enter into a Buy trade for a CFD on US30 when the underlying price of US30 is USD 20,000, we will ask you to place a margin with us to enable you to trade. If the margin is say 1:100, this means that as a minimum you will need to place USD 200.00 with us. Costs of execution are not included in this section but are presented in detailed in the Section 'Fees and charges". Costs of execution must be taken into consideration when planning your trading activity.

Scenario	Open Price	Close Price	Percentage Change in Equity	Profit/Loss (USD)
Favourable	20,000	20,200	100%	200
Moderate	20,000	20,040	20%	40
Unfavourable	20,000	19,960	-20%	-40
Stress 1	20,000	19,838	-81%	-162
Stress 2	20,000	19,600	-200%	-400

In the first Stress scenario the client would reach stop out level and the positions would be liquidated.
In the second Stress scenario the client would benefit from negative balance protection.

What happens if INVEXIA Ltd is unable to pay out?

If INVEXIA Ltd is unable to meet its financial obligations to you, this could cause you to lose the value of your investment. INVEXIA Ltd segregates your funds from its own money in accordance with the regulatory requirements. Should segregation fail, your investment is covered by the Investor Compensation Fund ("ICF") for the Clients of Cyprus Investment Firms ("CIFs"), which covers eligible investments up to €20,000 per person, per firm. See https://www.cysec.gov.cy/el-GR/complaints/tae/

What are the costs?

This table shows the different types of costs involved when you trade CFD products. For more information, please visit our website www.invexia.com

One-off cost at the time of your trade	Entry Cost	**Spread** Spread is the difference, usually indicated in pips, between the Bid and Ask price and reflects, in part, the time the spread of the underlying instrument. The spread values vary for different accounts and depends on of your the futures that is the underlining instrument. The in value of the spreads is 25 pips and is floating; trade therefore, it may increase depending on the liquidity and volatility. Mark-ups start from 5 pips and are embedded in the spread price. Please refer to our Website for more information on the spreads cost of which may be substantial.
	Exit Cost	The Same as when entering the trade (see above).
Ongoing Costs		**Swaps** Swap is the fee for keeping the position opened over the night. The swap can be positive or negative depending on the instrument. Swap for the opened positions is calculated at 23:59:59 – 00:00:00 (EET), Monday to Friday. If you leave a position open overnight, it will be rolled over (at a swap charge) to the next trading day. In this way it will maintain open future status. Swap rates can be found on our website. **Please see our swap calculation formula below:** Swap value = Number of lots x contract size x Swap rate x Number of nights Example: Swap value = Number of lots x contract size x Swap rate x Number of nights Example: 4 (number of lots) x 100 x -0.09861 (long US30) x 4 (number of nights*) = -$157.77 *position opened on Friday and closed on Monday (triple swap is charged from Friday to Monday night as it includes the charge for the weekend).

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

CFDs are intended for short-term trading, in some cases intraday, and are generally not suitable for long-term investments. There is no recommended holding period and no cancellation period.

How can I complain?

If you wish to make a complaint, you can submit it by email to complaint@invexia.com. For more details please see our Complaints Handling Procedure www.invexia.com. If you are not satisfied with our final response to your complaint, you may refer your complaint to the Financial Ombudsman Service.

Other relevant information

You should ensure that you read the terms and conditions, order execution policy and risk warning notice displayed available on our website www.invexia.com. Such information is also available on request.