Key Information Document – CFD on a Cryptocurrency

PURPOSE: This document provides you (the "client") with key information about this investment product. It is not marketing material. The information is required by Regulation (EU) No 1286/2014 of the European Parliament and of the Council of 26 November 2014 on key information documents for packaged retail and insurance-based investment products (PRIIPs) 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: CFD on a Cryptocurrency

The said product is provided by Instant Trading EU Ltd (the "Company") a Cyprus Investment Firm (the "CIF") regulated by Cyprus Securities and Exchange Commission (the "CySEC" or "Commission") with license number 266/15

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If you have any questions for this document, use above information to get support on your inquiry.

! ***You are about to purchase a product that is not simple and may be difficult to understand. This Product may not be suitable for all investors. Please ensure that you fully understand the risks involved.*** !

WHAT IS THIS PRODUCT?

Type

A contract for difference ("CFD") is a leveraged contract entered into with INSTANT TRADING EU LTD on a bilateral basis. It allows an investor to speculate on rising or falling prices in an underlying cryptocurrency. An investor has the choice to buy (or go "long") the CFD to benefit from rising cryptocurrency prices; or to sell (or go "short") the CFD to benefit from falling prices. The price of the CFD is derived from the price of the underlying cryptocurrency price. For instance, if an investor is long a CFD and the price of the underlying rises, the value of the CFD will increase - at the end of the contract INSTANT TRADING EU LTD will pay the difference between the closing value of the contract and the opening value of the contract. Conversely, if an investor is long and the cash price of the underlying falls, the value of the CFD will decrease - at the end of the contract they will pay INSTANT TRADING EU LTD the difference between the closing value of the contract and the opening value of the contract. The leverage embedded within all CFDs has the effect of magnifying both profits and losses.

Objectives

The objective of the CFD is to allow an investor to gain leveraged exposure to the movement in the value of the underlying cryptocurrency (whether up or down), without actually needing to buy or sell the underlying market. The exposure is leveraged since the CFD only requires a proportion of the notional value of the contract to be put down upfront as initial margin and is one of the key features of trading CFDs.

By way of example, if an investor buys 2 CFD with an initial margin amount of 50% and an underlying cryptocurrency price of £8000, the initial investment will be £8000 (0.5 x 8000 x 2). The effect of leverage, in this case 2:1 (1 / 0. 5) has resulted in a notional value of the contract of £16,000 (2 x 8000). This means that for each £1 change in the price of the underlying asset so the value of the CFD changes by £2. For instance, if the investor is long and the market increases in value, a £2 profit will be made for each point increase in that market. However, a £2 loss will be incurred for each point the market decreases in value. Conversely, if an investor holds a short position, a profit is made in line with any decreases in that market, and a loss for any increases in the market.

The CFD does not have a pre-defined maturity date and is therefore open-ended. There is no recommended holding period and it is down to the discretion of each individual investor to determine the most appropriate holding period based on their own individual trading strategy and objectives.

Failure to deposit additional funds in order to meet the margin requirement as a result of negative price movement may result in the CFD being auto-closed. This will occur when losses exceed the initial margin amount.

The spot CFD instrument does not have any maturity date whereas the future CFD has a pre-defined expiry date (these details are included in the Company's website under the Contract Specifications section).

INSTANT TRADING EU LTD also retains the ability to unilaterally terminate any CFD contract where it deems that the terms of the contract have been breached.

Intended

CFDs are intended for investors who have the necessary trading experience and/or investment knowledge with leveraged products. Investors should only trade with capital they can afford to lose. Investors should be aware and knowledgeable that trading on the Company's products could result in them losing all the funds deposited for trading (including any profits in the account). The investors will understand the risk/reward profile of the product compared to the traditional shares trading. Given the risky nature of the Company's products, investors can have high returns as well as high loses in a short period of time.

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

Risk indicator

Due to the trading characteristics, this product obtains the highest risk scoring which is 7 out of 7. CFDs are traded on margin and carry a risk of losing all your initial deposit and/or investment. You should maintain adequate margin in your account to avoid any stop outs and keep your position(s) open. Before deciding to trade on margin products you should consider your investment objectives, risk tolerance and your level of experience on these products. Trading with high leveraged level can either be against you or for you. Margin products may not be suitable for everyone and you should ensure that you understand the risks involved. You should be aware of all the risks associated with regards to products that are traded on margin and seek independent financial advice, if necessary.

Crypto currencies are traded on non-regulated decentralized digital exchanges .The pricing of crypto currency CFDs is derived from these exchanges, which may mean the following:

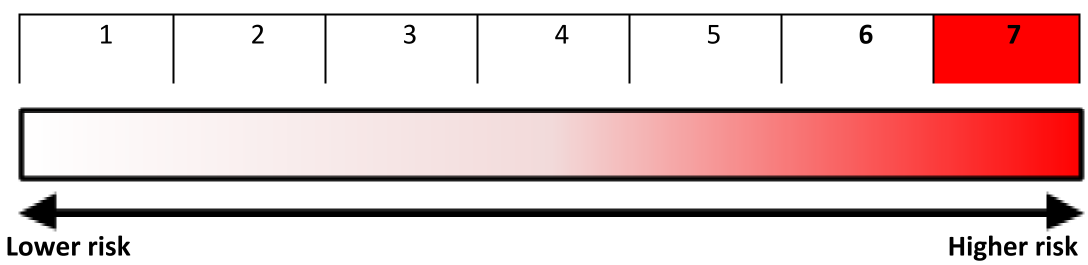
Market depth is limited to what is available in the order books of such exchanges which are not regulated and do not provide the relevant protections.

Market data and price feeds are subject to disruptions because of the internal rules of these exchanges or their pricing engines.

Blockchain technologies, which are the backbone of crypto currency systems, are subject to regulatory bans, hard forks, the activities of hackers, mining cartels and other malicious actors, which may cause further market disruption.

Charges and funding costs tend to be significantly higher than for other CFD products. Fees can include the spread, funding charges, and commissions. The impact of these fees, may affect your likelihood of making a profit.

Digital exchanges may introduce trading suspensions or other actions that could result in cessation of trading on such exchanges and/or the price and market data feed becoming unavailable. By trading CFDs in Crypto currencies you accept that where trading ceases and then resumes again at either the relevant initial digital exchange or on any successor exchange thereof, there may be significant price differential which may impact the value of your CFD positions in the relevant Crypto currencies and result in significant gains or losses.



Be aware of currency risk. It is possible to buy or sell CFDs on an equity in a currency which is different to the base currency of your account. The final return you may get depends on the exchange rate between the two currencies. This risk is not considered in the indicator shown above.

Volatility makes cryptocurrencies a particularly risky market to speculate on. Its price can shift significantly and suddenly and since the cryptocurrency market operates around the clock, this is liable to happen any time of day.

Market conditions may mean that your CFD trade is closed at a less favourable price, which could significantly impact how much you get back. We may close your open CFD contract if you do not maintain the minimum margin that is required, if you are in debt to GAIN, or if you contravene market regulations. This process may be automated.

This product does not include any protection from future market performance, so you could lose some or all of your investment. If we are not able to pay you what is owed, you could lose your entire investment. However, you may benefit from a consumer protection scheme (see "what happens if we are unable to pay you"). The indicator shown above does not consider this protection.

Performance scenarios

Market developments in the future cannot be accurately predicted. The scenarios shown are only an indication of some of the possible outcomes based on recent returns. Actual returns could be lower.

The Key Information Document applies to any CFD instrument. For each trade, you will be responsible for choosing the instrument, when you open and close, the trade size and whether to use any risk mitigation features (such as stop loss orders). Each instrument has different characteristics such as lot sizes (number of units i.e. CFD on currency pairs are traded on 1 unit) or pip value (price move). Further details can be found in the Company's website under Contract Specifications.

The scenarios below include only a price movement and under the stress scenario the position goes on stop out with a 50% margin level (margin level = equity / margin).

CFD on Cryptocurrency (i.e. BTCUSD pair)		
Opening Price	**OP**	**8000**
Trade Size (per CFD)	**TS**	**2**
Lots size	**LS**	**1**
Margin %	**M**	**50.00%**
Margin Requirements (USD)	**MR = OP * TS * M * LS**	**$8000.00**
Notional Value of the Trade (USD)	**N**	**$16,000.00**
Equity	**E**	**$30,000.00**

LONG Performance Scenario	**Closing Price**	**Price Change**	**Profit/Loss**
Favorable	8360	4.50%	$720
Moderate	8120	1.5%	$240
Unfavorable	7880	-1.5%	($240)
Stress	7200	-10.00%	($1,600)

SHORT Performance Scenario	Closing Price	Price Change	Profit/Loss
Stress	8360	-4.50%	($720)
Moderate	8120	1.50%	$240
Favorable	7880	-1.50%	$240
Very Favorable	7200	-10.00%	$1600

What happens if the Product Manufacturer is unable to pay out?

In the case where the Company is unable to pay out its financial obligation then you may lose the entire value of your investment (i.e. account balance held with the Company). However the Company segregates all retail clients funds from its own funds in accordance with the CySEC's rules on safeguarding of financial instruments and funds belonging to clients. The Company is also a member of the Investor Compensation Fund, which covers eligible clients up to a maximum of €20,000 per person. Further details can be found here.

What are the costs?

This table shows the different types of costs related to trading CFDs			
One-off entry or exit costs	Spread	Applicable to all instruments	A spread is the difference between the bid (buy) and the ask (sell) price on the specific instrument you trade. This cost is realised every time you open and close a trade.
	Commission	Applicable only to CFDs on futures and CFDs on shares	This is the commission you pay when you buy and sell an instrument.
	Currency Conversion	Applicable to all instruments	This is the cost for converting realised profits and losses as well as any costs and charges that are denominated in a currency other than the

			base currency of your trading account.
Ongoing costs	Swap (Financing Fee)	Applicable to all instruments. There is an option for a Swap Free account.	This is the swap cost for keeping your position open overnight. The swap cost can be positive or negative depending of the instrument to be traded

More specific details on the costs and charges can be found on the Company's website under Contract Specifications.

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

CFDs are mainly intended for short-term trading and in some cases for intraday trading. In general, CFDs are not suitable for long-term investments. Some investors may also hold CFDs positions for hedging or speculative trading. There is no recommended holding period, no cancellation period and therefore no cancellation fees. Investors can trade (open and close) on CFDs at any time during market trading hours. CFDs should be kept for more than 2 minutes otherwise the trade may be categorized as a short order (scalp trade) and cancelled by Instant Trading EU Ltd.

How can I complain?

You should submit a complaint through the Complaints Portal on the Company's website here. The Company will issue a unique reference number, upon review of the submitted form, and you should use this unique reference number in any future correspondence. A copy of the Company's complaint procedure can be found here.
If you are not satisfied with the Company's final decision then you can submit a complaint to the Financial Ombudsman at http://www.financialombudsman.gov.cy .

Other relevant information

For retail clients, a margin close out rule is applied on an account level basis. This means that when the value of the account falls below 50% of the initial margin requirement (that was paid to enter into all of the open CFD positions at any point in time), one or more CFD positions will be closed out. We may set a higher percentage than 50%.
Additional important documents such as Terms and Conditions, Order Execution Policy, Privacy Policy, Risk Disclosure, Pillar III Disclosures etc. are included here. These are important documents for you to read and understand prior to opening an account and start trading with the Company.