

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

Name of the Product: Contracts For Difference on Indices

Name of the Manufacturer: Orbex Limited (the “Company” or “Orbex”), is authorized and regulated by the Cyprus Securities and Exchange Commission (the “CySEC”) under the license number 124/10. Call +35725588855 for more information or visit the Company’s websites at www.orbex.com.cy.

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

What is this product?

Type

This product is a Contract for Difference (CFD) and it is traded on an over-the-counter (OTC) basis. A CFD is a complex financial product, because it is traded on «leverage» for speculative purposes. It is an agreement between a «buyer» and a «seller» to exchange the difference between the current price of a particular underlying asset and its price when the contract is closed, without actually buying, selling or owning the underlying asset. With CFDs on Indices, a trader can buy or sell the difference between the current value of a particular index and its price when the contract is closed. An Index is a group of the most valued Companies’ stocks, listed in the various countries’ Stock Exchange Markets. The product’s value is determined by the value of the underlying asset. All CFDs are settled in cash. For more information click on CFDs, Indices and Trading Conditions.

Objectives

The objective of trading CFDs on Indices is to profit from the speculation on the price movements in the index chosen by the client. A client’s profit or loss will be determined by the choice made («buy» or «sell» position) in conjunction with the direction of the price movements of the underlying assets, the size of the client’s opened position, the leverage and whether the client chooses to use his stop-loss or take-profit. The trader has to be knowledgeable enough to make informed decisions on the direction of the price, and most importantly to be in the financial position to sustain the risk of losing his entire invested amount over a short period of time. The prices of the indices are obtained by the Company’s liquidity providers. The market for all currencies is open 5 days a week. For specific trading hours please click here.

CFDs on:	Underlying Asset
Indices	Index (e.g. DAX30, S&P 500)

Intended Retail Investor

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 losses in a short period of time.

Term: The client solely decides when to open or close a position. There is no minimum holding period. Orbex Ltd may close your position without seeking your prior consent, if you do not maintain sufficient margin in your account (more information below).

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

Summary Risk Indicator (SRI)

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 in CFDs is highly speculative and carries a high level of risk. It is possible to lose all your capital. These products may not be suitable for everyone, and you should ensure that you understand the risks involved. Seek independent advice if necessary. Speculate only with funds that you can afford to lose. For more information, please refer to the Company’s Risk Disclosure.



Lower Risk

Higher Risk



The risk indicator assumes that you may not be able to sell your product easily or you may have to sell at a price that significantly impacts on how much you get back. There is no minimum or recommended period you hold your investment/trade

Performance Scenarios

The scenarios shown below illustrate how your investment could perform. You can compare them with the scenarios of other products. It is not specific to any particular product; it applies to any Commodity. For each trade you enter, you will be responsible for selecting the instrument, the size of the order, the direction (buy/sell), the time of opening/closing the position and whether to use any features to reduce risk (for example: stop loss). Every time you open and/or close a position, costs apply. If the prices move in the same direction as your speculation (positive difference), and you choose to close your position, you will receive your profit. If the prices move in the opposite direction (negative difference), and you choose to close the position, you will be then faced with losses. In other words, when any transaction is closed, a trader will

receive his profit or be faced with losses. Any profits or losses are automatically added or subtracted to the client's balance once the client closes the position. If the client chooses to set a stop-loss, this will provide him with the option to automatically close his position at the price chosen, however it will not guarantee it. In addition, for every night that the position remains open, overnight fees apply to keep the position open («swap fee»).

The scenarios presented are an estimate of future performance based on historical evidence of how the investment varies. Keep in mind, that they are not an exact indicator and cannot guarantee future success. What you will get, shall vary depending on how the market performs and how long you chose to keep your position. The following assumptions have been used to create the scenarios in the Table below:

Beginning equity: \$1,000 | **Leverage:** 20:1 | **Size:** 10 contracts (1 standard lot) | **Length of trade open:** Intraday | **Pip value:** \$10 (the pip on this instrument is the fourth digit after the decimal place) | **Open price:** 2000.00. The table below does not include overnight costs or commissions (discussed below):

Performance scenarios:

Scenarios		Trade P/L	Percentage P/L	New Equity
Stress scenario: You sell (short) and the price rises by 40 pips and you then receive a margin call.	Open price: 2000.0 Close price: 2040.0	-\$400	-40%	\$600
Unfavorable scenario: You buy (long) and price falls by 9 points and you close the position.	Open price: 2000.0 Close price: 1991.0	-\$90	-9%	\$910
Moderate scenario: You sell (short) and close the position at the same rate you entered.	Open price: 2000.0 Close price: 2000.0	\$0	0%	\$1,000
Favorable scenario: You buy (long) and the price rises by 11 points and you close the position.	Open price: 2000.0 Close price: 2011.0	\$110	+11%	\$1,110

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.

There is no capital protection against market risk. Risk of losing all of the invested/deposited capital.

What happens if the ORBEX Limited is unable to pay out?

In the case where Orbex Limited 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 Cyprus Securities and Exchange Commission 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?

Depending on the product you trade, you may incur some or all of the following costs:

This table shows the different types of costs related to trading CFDs			
One-off entry or exit costs	Spread	Applicable to all instruments	The spread is the difference between the Sell (Bid) and Buy (Ask) price of the instrument which is multiplied by the deal size. For the example we will assume a 10 contract (1 lot) with a 2-point spread. The point on this instrument is the last digit before the decimal place (1.0). $10 \times 2 = 20$ USD. The amount of 20 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 -20 USD.
	Commission	Applicable to all instruments	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 realized 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.
	Withdrawal fees	Applicable to all instruments	
Ongoing costs	Swap (Financing Fee)	Applicable to all instruments	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 www.orbex.com.cy

How long should I hold a position, 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.

How can I complain?

You should submit a complaint to the Company by completing the relevant [complaint form](#) via email at complaints@orbex.com.cy, or by phone: +35725588855 or by post at: No.6, 82nd Street, Ground Floor, 4153 Kato Polemidia, Limassol, Cyprus. Once a written complaint is submitted, a member of the Complaints Department will send an electronic acknowledgment of receipt to the Complainant's registered email address within five (5) working days following receipt, to verify that the Company has received the written complaint. 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

Additional important documents required to be made available by Law:

[CFD's Client Agreement](#) – by accepting these rules, the Client enters into a binding legal agreement with the Company.

Other documents and information that are very important to read and understand prior entering into a business relationship with the Company and can be found in the Company's website under "[Legal Documents](#)".