

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.

CFDs are offered by **CMC Markets Germany GmbH** (“CMC”). CMC is registered in the commercial register of the Frankfurt Local Court under number HRB 114199 and is authorized and regulated by the German Federal Financial Supervisory Authority (Bundesanstalt für Finanzdienstleistungsaufsicht (“BaFin”)), under registration number 154814. CMC is part of the CMC Markets group of companies. For more information, call +49 (0) 69 22 22 440 00 or visit our website www.cmcmarkets.com/en.

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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

A contract for difference (“CFD”) is a leveraged contract entered into with CMC on a bilateral basis. It allows investment on rising or falling prices in an underlying market such as a share, currency, commodity or index.

An investor has the choice to buy (or go “long”) the CFD to benefit from rising prices in the underlying market; 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 market price, which may be either the current cash price or a future 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 CMC 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 price of the underlying falls, the value of the CFD will decrease - at the end of the contract they will pay CMC the difference between the closing value of the contract and the opening value of the contract. A CFD referencing the underlying future price works in exactly the same way except that such contracts have a pre-defined expiry date – a date upon which the contract either automatically closes or must be rolled into the next period. 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 asset (whether up or down), without actually needing to buy or sell in the underlying market. The exposure is leveraged since the CFD only requires a small 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. Please be aware that this product does NOT have a minimum 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.

Undated CFD contracts do not have an expiry date and are therefore open-ended, but an overnight Holding Cost is charged. A forward CFD has a pre-defined expiry date where it is either cash settled (closed) or rolled into the next forward contract, - i.e., from a January expiry into a March expiry. Rolling is at the discretion of the investor.

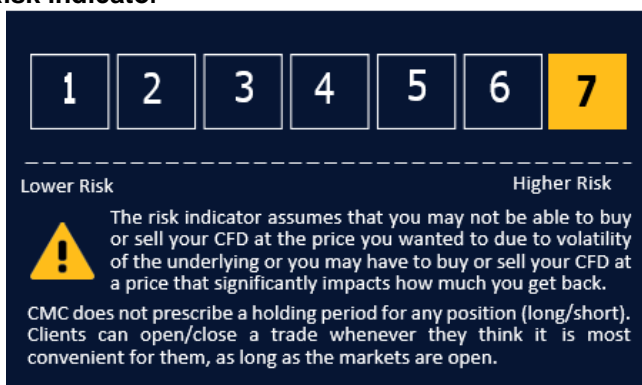
Failure to deposit additional funds in the case of negative price movement may result in the CFD being auto-closed. This will occur when losses plus the margin required for the product exceed the cash deposited. CMC also retains the ability to unilaterally terminate any CFD contract where it deems that the terms of the contract have been breached.

Intended Retail Investor

CFDs are intended for investors who have knowledge of, or experience with, leveraged products. Likely investors will understand how the prices of CFDs are derived and the key concepts of margin and leverage. They will understand the risk/reward profile of the product compared to traditional share dealing, and desire short-term, high risk exposure to an underlying asset. Investors will also have appropriate financial means, hold other investment types and have the ability to bear losses of the total amount invested.

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

Risk indicator



The summary risk indicator is a guide to the level of risk of this product 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 this product as 7 out of 7, which is the highest risk class. This rates the potential losses from future performance of the product at a very high level.

CFDs are complex instruments and come with a high risk of losing money rapidly due to leverage. Between 74-89% of retail investor accounts lose money when trading CFDs with this provider. You should consider whether you understand how CFDs work and whether you can afford to take the high risk of losing your money. There is no capital protection against market risk, credit risk or liquidity risk. It should be noted that the total loss that you as an investor may suffer could significantly exceed the margin required for opening the Position. However, the total loss you may incur will never exceed the amount invested.

Be aware of currency risk

It is possible to buy or sell CFDs 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. 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 trade if you do not maintain the minimum margin that is required, 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 the section "what happens if we are unable to pay you"). The indicator shown above does not consider this protection.

Performance scenarios

The figures shown do not include the costs described below or the costs that you pay to your advisor or distributor. The figures do not take into account your personal tax situation, which may also affect how much you get back. What you will get from this product depends on future market performance. Market developments in the future are uncertain and cannot be accurately predicted. The scenarios shown are illustrations based on results from the past and on certain assumptions. Markets could develop very differently in the future.

This table shows the money you could get back **or pay** over a one (1) day holding period, under different scenarios, assuming the following:

- **Notional Amount:** 10.000€
- **Opening Price:** 100
- **Trade Size (units):** 100
- **Margin Requirement:** 10% (1.000€)

LONG Performance scenario	Closing price	Price change	Profit/loss	SHORT Performance scenario	Closing price	Price change	Profit/loss
Minimum There is no minimum guaranteed return. You could lose some or all of your investment							
Favourable	104	4,34%	434	Favourable	96	-4,29%	429
Moderate	100	-0,02%	-2	Moderate	100	-0,02%	2
Unfavourable*	96	-4,29%	-429	Unfavourable*	104	4,34%	-434
Stress*	69	-31,30%	-3.130	Stress*	146	46,49%	-4.649

The stress scenario shows what you might get back in extreme market circumstances, and it does not take into account the situation where we are not able to pay you.

(*) Losses will be limited to your account balance.

The return is calculated as a percentage over the notional amount.

What happens if CMC Markets Germany GmbH is unable to pay out?

If CMC is unable to meet its financial obligations to you, you may lose the value of your investment. However, CMC segregates all retail client funds from its own money, in accordance with the requirements of §84 of the German Securities Trading Act (WpHG) in relation to client assets. CMC is also a member of the "Entschädigungseinrichtung der Wertpapierhandelsunternehmen" (EdW), a compensation scheme for financial services companies, which covers justified claims up to €20.000 per Person/per Firm. See www.e-d-w.de.

What are the costs?

The table show the amounts that are taken from your investment to cover different types of costs. These amounts depend on how much you invest and how long you hold the product. The person advising on or selling you this product may charge you other costs. If so, this person will provide you with information about these costs and how they affect your investment.

One-Off Costs Upon Entry or Exit	
Entry or Exit	Spread: The difference between the buy price and the sell price is called the spread. This cost is realised each time you open and close a trade.

	<p>Commission: This cost only applies for Equities as the underlying asset on each trade.</p> <p>Currency Conversion: Any cash, realised profit and losses, adjustments, fees and charges that are denominated in a currency other than the base currency of your account, will be converted to the base currency of your account and a currency conversion fee will be charged to your account.</p>
Ongoing Costs	
Management fees and other administrative or operating costs	<p>Daily Holding Cost: A holding cost is charged to your account for every night that you hold a position. The amount could be positive or negative depending on the instrument you are holding and whether you are long or short. The longer you hold a position, the more it costs.</p>
Other Costs	
Different costs apply depending on the type/amount	<p>Corporate Actions: Where a Corporate Action event occurs for the underlying asset of a Product you hold a Position in, this may result in a debit or credit to your Account ("Price Adjustment") and/or an amendment to your existing Trades or Orders to reflect the effect of that Corporate Action.</p>
	<p>Market Data: Australian Shares are currently chargeable, but each other region is currently free (subject to change), or there may be a fee associated with each subscription plan that is activated or if a fee is applicable for activating a subscription plan this will require your acceptance before any fee is charged. This cost is only applicable to "Private Investors" as per CMC Markets definitions.</p>
	<p>Payments: Transaction or handling fees may be deducted from the gross payment or withdrawal amounts sent to or from CMC Markets by any intermediary bank or third-party provider who process payments or withdrawals on your behalf.</p>
	<p>Rollover: We charge you when you roll a "Forward CFD" into the next month or quarter at half the current spread for opening and closing a trade.</p>
	<p>Guaranteed Stop Loss Order (GSLO): If you wish to place a GSLO on a CFD Margin Trade or Position, you will be required to pay a premium, which is known on the Platform as GSLO Premium, when you place the trade. The GSLO Premium required for your CFD Margin Trade or Position is calculated using the premium rate which can be found on the Platform in the Product Library of each Product.</p>

This is the most you will be charged.

How long should I hold it and can I take 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, no cancellation period and therefore no cancellation fees. You can open and close a CFD at any time during market hours.

How can I complain?

If you wish to make a complaint in relation to CMC Markets Germany GmbH, please contact our customer service on Tel. +49 (0) 69 22 22 440 00, by e-mail to info@cmcmarkets.ie or in writing to CMC Markets Germany GmbH, Garden Tower, Neue Mainzer Str. 46-50, 60311 Frankfurt am Main. If you have the feeling that your complaint has not been dealt satisfactorily, you can forward your complaint to the Federal Financial Supervisory Authority (BaFin). See www.bafin.de for more information.

Other relevant information

If there is a time lag between the time you place your order and the moment it is executed, your order may not be executed at the price you expected. Ensure your internet signal strength is sufficient before trading.

The Legal Documents section of our website contains important information regarding your account. You should ensure that you are familiar with all the terms and policies that apply to your account.

The Product Overview on our platform contains additional information on trading a CFD. Additional information on costs can be found on our website.