

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 Foreign Exchange (FX)

Name of PRIIP manufacturer: GLOBALINVEST

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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

The product is Contracts for Difference ("CFD") on currency pairs ("FOREX"). A CFD is a tradable instrument that allows you to obtain an indirect exposure to an underlying asset or instrument, in this case a currency pair - also known as "Forex pair". CFDs on FOREX 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

CFDs on FOREX, have different underlying currency pairs.

Major Currency Pairs: The Majors are the most popular currency pairs, formed from such currencies as USD, EUR, GBP, CHF, JPY, AUD, CAD and NZD. They are most liquid trading instruments, which means traders will find the lowest spreads when trading these pairs. Examples include EUR/USD, GBP/USD, USD/JPY and AUD/US

Minor Currency Pairs: The Minors are pairs which mostly consist of crosses of the majors. They are less liquid than majors but are quite popular amongst traders. Examples include EUR/JPY, NZD/JPY, GBP/JPY and EUR/GBP.

Exotic Currency Pairs: The Exotic pairs are not as widely traded as the Majors and Minors as they are less liquid, making the cost of trading them higher. These currency pairs usually consist of one major currency, and a currency from a developing economy. Examples include EUR/TRY, USD/TRY, USD/MXN and USD/ZAR.

The first currency listed in a Forex pair is called the base currency, and the second currency is called the quoted currency (each currency pair is listed as a three-letter code). The price of an FOREX pair is how much one unit of the base currency is worth in the quote currency. If the base currency rises against the quoted currency, then a single unit of the base currency will be worth more units of the quote currency and the FOREX pair's price will increase. If it drops, the FOREX pair's price will decrease.

So how do CFDs work?

As an example – if you enter into a Buy trade for a CFD on EUR/USD when the underlying price of EUR/USD is USD 1.20, 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 0.12 with us. If the price of EUR/USD goes to USD 1.25, you will profit USD 0.05, minus any relevant costs (detailed below). If it reduces to USD 1.15, you will lose USD 0.05, 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 FOREX 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 FOREX 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 FOREX it is prudent to consult with this KID and evaluate whether trading in CFDs on FOREX 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 hedging their business foreigner exchange risk, and 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.

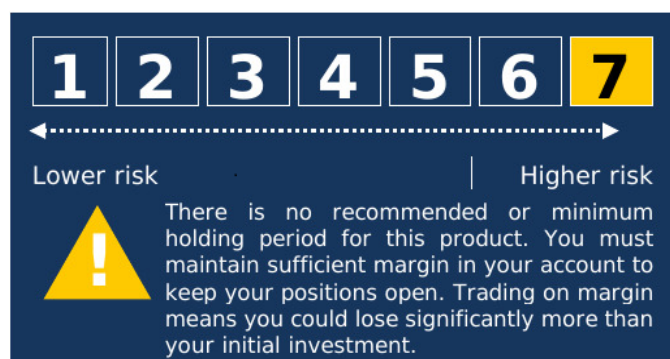
Term

CFDs on FOREX 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 FOREX 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.

Performance Scenarios

The performance scenarios represent general situations of changes in the prices of CFDs in FOREX 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 FOREX offered by the Company.

The example below involves Buying 1 lot CFD of EUR/USD currency pair, (notional amount 100,000 Euro), using leverage of 1:100 and the Client deposited and invested 1000 Euros. 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 (EUR)
Favourable	1.18000	1.19000	100%	1000
Moderate	1.18000	1.18010	1%	10
Unfavourable	1.18000	1.17600	-40%	-400
Stress 1	1.18000	1.17190	-81%	-810
Stress 2	1.18000	1.16000	-200%	-2000

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 GLOBALINVEST is unable to pay out?

If GLOBALINVEST is unable to meet its financial obligations to you, this could cause you to lose the value of your investment. GLOBALINVEST 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.globalinvest.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 30 pips and is floating; trade therefore, it may increase depending on the liquidity and volatility.

		<p>Mark-ups start from 26 pips and are embedded in the spread price.</p> <p>Please refer to our Website for more information on the spreads cost of which may be substantial.</p>
	Exit Cost	The Same as when entering the trade (see above).
Ongoing Costs		<p>Swaps</p> <p>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.</p> <p>In the spot market the settlement is done on the second working day after the deal. Therefore, when calculating the swap for any orders held from Wednesday to Thursday, the charge will be 3 times the normal size as it includes the fees for the weekend, while the value date will be Monday.</p> <p>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.</p> <p><u>Please see our swap calculation formula below:</u></p> <p>Swap value = Number of lots x contract size x Swap rate x Number of nights</p> <p>Example: Swap value = Number of lots x contract size x Swap rate x Number of nights</p> <p>Example: 4 (number of lots) x 100000 x -0.00009861 (long EUR/USD) x 4 (number of nights*) = -\$157.77</p> <p>*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).</p>
<p>How long should I hold it and can I take my money out early?</p> <p>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.</p>		
<p>How can I complain?</p> <p>If you wish to make a complaint, you can submit it by email to compliance@globalinvest.com. For more details please see our Complaints Handling Procedure www.globalinvest.com. If you are not satisfied with our final response to your complaint, you may refer your complaint to the Financial Ombudsman Service.</p>		
<p>Other relevant information</p> <p>You should ensure that you read the terms and conditions, order execution policy and risk warning notice displayed available on our website www.globalinvest.com. Such information is also available on request.</p>		