

Key Information Document | Futures

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:

Product: Contracts For Differences on Futures in Indices and in Commodities (“CFDs on Futures”)

Manufacturer: FXBFI Broker Financial Invest Ltd (the “Company” or “FXBFI”) is authorized and regulated by the Cyprus Securities and Exchange Commission (the “CySEC”) with license number 315/16 operating as a Cyprus Investment Firm. The Company’s website is <https://www.101investing.com/>

Address: 79, Spyrou Kyprianou Ave., MGO Protopapas Building, 1st Floor, 3076, Limassol, Cyprus

Telephone Number: +35725262039

Fax Number: +35725262039

Email: support@101investing.com

Date of update of the KID: 18/11/2021

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

What is this product?

Type: CFDs on Futures are derivative products the purpose of which are to give the Client a long or short exposure to fluctuations in the price of the underlying asset. Particularly, the price of the CFD on Futures is derived from the price of the underlying asset which may be either an Index or a Commodity. CFDs on Futures are settled in cash and the Client has no rights on the actual underlying asset. CFDs on Futures are traded on an Over the Counter (“OTC”) basis and they are leveraged financial instruments. A Client may buy (or “go long”) to benefit from the increase of the price of the underlying asset or to sell (“go short”) in order to benefit from a decrease of the price of the underlying asset. The list of available CFDs on Futures offered by FXBFI is available [here](#).

Objectives: The objective of the CFD is to allow an investor to gain leveraged exposure to the movement in the value of the underlying Future (whether up or down), without needing to buy or sell the underlying asset itself. 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. The Client profits if the speculation on the performance, either positive or negative, was correct, otherwise the Client will suffer losses with the difference between the opening price and closing price of the underlying asset. For specific trading hours please check: <https://www.101investing.com/en/commodity-trading>.

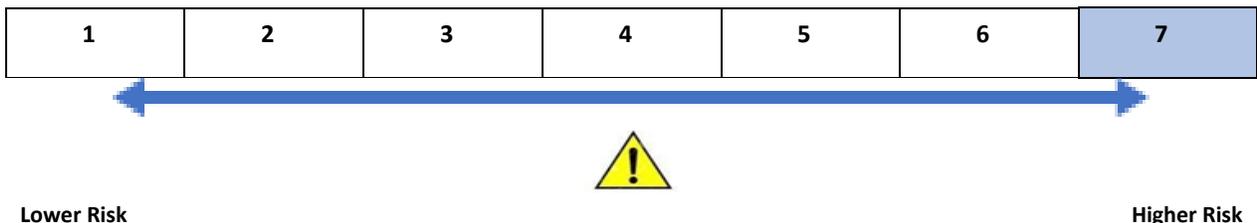
Intended retail investor: This product is intended for Retail Investors who have sufficient knowledge and experience in trading with leveraged products. Also, the product shall be provided to Retail Investors who understand and are willing to take, in the short term, the risks associated with trading in such instruments. In addition, the product is also targeted at Retail Investors having speculation or hedging objectives and wish to diversity their portfolio and are financially able to lose their invested capital, subject to the negative balance protection mechanism offered by FXBFI.

Term: CFDs on Futures have an expiration/maturity date. The expiry date of the CFD on Futures is communicated to the Client through a pop-up notification in the platform. The positions on CFDs on Futures cannot be automatically rolled over to the next period and any open positions will close at the last available market price on the maturity date. It is noted though that the Client may decide to close the position prior to the pre-determined maturity date. In addition, the Client may manually roll over it to the next period by closing the existing position and opening a new position on the new contract available in the platform. Nevertheless, if the Client’s margin level falls below the Margin Close Out Level of 50%, the Client will receive a stop out or margin call and the positions will close, without notice by us to you. **In addition, the Client never loses more than the Equity of the trading account as FXBFI offers Negative Balance Protection (NBP).**

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

Risk Indicator

The risk indicator assumes that you may not be able to buy or sell your CFD on Futures at the price you want due to market volatility or you have to buy or sell the product at a price that significantly impacts how much you get back.



Lower Risk

Higher Risk

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 at a very high level and poor market conditions may impact our capacity to pay you. CFDs on Futures are leveraged products that, due to underlying market movement can rapidly generate losses. Losses can be up to the entire amount invested if you are a Retail Client as you benefit from negative balance protection measures. However, there is no capital protection against market risk, credit risk or liquidity risk.

Be aware of currency risk. You will receive payments in a different currency, so the final return you will depend on the exchange rate between the two currencies. This risk is not considered in the indicator shown above.

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. Prices of CFDs on Futures as well as their commercial terms like the spreads and overnight fees maybe varied to reflect periods of actual or expected heightened market volatility.

In addition, CFDs on Futures may depend on corporate actions that relate to the underlying Future. In such case, the Company reserves the right to perform any necessary adjustment to the value and/or the size of the position held on the CFD, in order to neutralize the economic effect of the corporate action on the CFD price. Moreover, there is possibility when the listed Futures may be delisted from the relevant exchange and hence the Company has the right to close your position. The total loss you may incur is only your invested capital. This product does not include any protection from future market performance, so you could lose all of your investments. 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 FXBFI is unable to pay out*”). The indicator shown above does not consider this protection.

Performance Scenarios

Assumptions: Future CFD (held intraday)

Index Opening Price (P)	6,000
Volume in Lots (V)	1 Lot
Contract Size (CS)	10.00
Margin % (=Leverage) (L)	10% (= 1:10)
Base/Quote/Margin Currency	EUR / EUR / EUR
Trade Notional Value (TNV)	$TNV = V * CS * P$ [Base Currency]
Margin Requirement Formula (MR)	$MR = TNV * L$ [Base Currency]

Calculation

Trade Notional Value (TN) - Calculation	$TNV = 1 * 10 * 6,000 = 60,000 \text{ €}$
Margin Requirement (MR) - Calculation	$MR = 60,000 * (1 :10) = 6,000 \text{ €}$

Long Performance Scenario	Closing Price (incl. Spread)	Price Change	Profit / Loss	Short Performance Scenario	Closing Price (incl. Spread)	Price Change	Profit / Loss
Favorable	6,090	1.50%	900 €	Favorable	5,910	-1.50%	900 €
Moderate	6,030	0.50%	300 €	Moderate	5,970	-0.50%	300 €
Unfavorable	5,910	-1.50%	-900 €	Unfavorable	6,090	1.50%	-900 €
Stress	5,700	-5.00%	-3,000 €	Stress	6,300	5.00%	-3,000 €

** The position will be automatically liquidated once the margin closes out level of 50% is reached.

This table shows you the money you could get back under different scenarios, assuming that you invest in a particular Future. The scenarios shown illustrate how your investment could perform. You can compare them with the scenarios of other products. The scenarios presented are an estimate of future performance based on evidence from the past on how the value of this investment varies and are not an exact indicator. What you profit/lose will vary depending on how the market performs and how long you keep your position open. 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. The figures shown include all the costs of the product itself. The figures do not take into account your personal tax situation, which may also affect how much you get back. This performance scenarios assume you only have one position open and does not take into account the negative or positive cumulative balance you may have if you have multiple open positions with us.

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.

What happens if FXBFI is unable to pay out?

In the event of default of FXBFI due to insolvency, you may lose the value of your investment. The Investor Compensation Fund for clients of CIFs (the “ICF”), provides compensation for Retail Investors should FXBFI declares default. You may be entitled to compensation under the ICF where we are unable to meet our duties and obligations arising from your claim. Whether you are able claim depends on the type of business and your personal circumstances. Any compensation provided to you by the ICF shall not exceed twenty thousand EUR (20,000€) per Retail Investor or 90% of the claimed amount, whichever is lower. Full details are available on the ICF’ website: <https://www.cysec.gov.cy/en-GB/complaints/tae/>.

What are the Costs?

Composition of Costs:

Before initiating trading on Futures with FXBFI, you should familiarize yourself with all associated costs and charges which are consider of one-off, ongoing and incidental costs and are available in the below table. For further information on the relevant costs and charges, please refer to our website as presented in the links below. The amount shown below are cumulative costs of the product itself when you decide to close your position.

One off costs	Spread	The spread is the difference between the buying (ASK) and selling price (BID) of a CFD on Futures applied for trading. No other charges or commissions are paid. Our spreads are set at our absolute discretion and any changes are effective immediately. All the spreads are variable and are charged automatically once the position is open. The spread is calculated as Contract Size * Lots * Minimum Spread Charge . Please refer to our website for more information: https://www.101investing.com/en/commodity-trading
	Currency Conversion	Any cash, realized 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.
Ongoing costs	Overnight swaps	A daily overnight swap charge will apply to all open positions that remain open every day at 21:00 UTC time. The Company calculates its swaps using the formula: (Lot Size)*(# of Days the position/s are Open)*(Swap Charge of the Asset) . More information in regard to the Overnight Swap charges can be found on our website: https://101investing-fo-content.s3-eu-west-1.amazonaws.com/Content/Documents/swaps.pdf Wednesday Exception Rule: The charge for positions being held over Wednesday and swapped to Thursday is different than other days and includes the charge over weekend. Please note that on the CFDs market, when a position is held open overnight from Wednesday to Thursday, the overnight swap is tripled. This is because for a position opened on Wednesday, the value date is Friday. When a position is kept open overnight from Wednesday to Thursday, the value date will be moved forward 3 days, to Monday, skipping over Saturday and Sunday. Therefore, the overnight swap is tripled since the Client has to be charged swap charges for 3 days instead of just one.
	Dormant fees	"Dormant/Inactivity Fee" is a monthly fee imposed on a trading account which has become inactive (trading/deposits) for a consecutive period of thirty (30) calendar days, and which has balance in the account. More specific information about these costs is published on our website and can be accessed here
Incidental Costs	Withdrawal Fees	In the case where the client requests a wire transfer withdrawal amounting less than 50 (Fifty) EURO, the Company will have the right to apply the withdrawal processing fee of 15 EUR (Fifteen) which represents the administrative and bank charges fees. The withdrawal processing fee shall be charged prior to processing of the wire transfer. Therefore, the minimum withdrawal request by wire transfer shall be above 15 EUR, otherwise the withdrawal request will be rejected by the Company. In case the Company will not be able to refund the requested withdrawal amount through your credit card (or other original sources different than wire transfer), the refund will be processed through a wire transfer with a minimum wire transfer requirements which will apply (as described above).

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

Recommended holding period: N/A

CFDs on Futures have no recommended holding period. Given the available trading hours, the Client may enter and exit positions at any time within the trading hours. The Company shall proceed with the settlement of all trades upon the execution and/or time of expiration of the specific trade. For further information please refer to the details outlined under the "Term" sub-section of the "What is the Product" section.

How can I complaint?

You are entitled to lodge a complaint at any time and free of charge. You may submit your formal duly complaint form along with information including your trading account number, the cause of your complaint and date of the event. The Complaints Form is available at the Company's Website, [here](#), or you can send an email to complaints@101investing.com or by post at the head office address specified above. FXBFI will confirm within five (5) business days the receipt of your complaint and provide you with your Unique Reference Number (the "URN"). Further details of FXBFI's procedure are available in its website: https://101investing-fo-content.s3-eu-west-1.amazonaws.com/Content/Documents/complaints_handling_procedure.pdf

In the event that the final decision does not satisfy you, you may also refer your complaint to the Financial Ombudsman Service (the "FOS"). The FOS is an independent service for settling disputes for finance business and their clients. Details for the Financial Ombudsman Service are available in its website: http://www.financialombudsman.gov.cy/forc/forc.nsf/page02_en/page02_en?opendocument

Other relevant information:

Should you require further information about the product and the risks associated please refer to our Risk Disclosure Statement available on the FXBFI's website. You should also ensure that you read the Client Agreement, Order Execution Policy, Client Categorization, and other legal documentation displayed on our website. Such information is also available on request. Also, you may directly contact us at the contact details previously specified.