

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: Contract For Differences

Name of the Manufacturer: Notesco UK Ltd (“the Company”) is authorised and regulated by the Financial Conduct Authority under the license number 585561. For more information visit the Company’s websites at www.ironfx.co.uk.

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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 the Company on a bilateral basis. It allows an investor to speculate on rising or falling prices in an underlying instrument such as a currency pair, precious metal, index, commodity, future or share. A CFD is an agreement between a ‘buyer’ and a ‘seller’ to exchange the difference between the current price of an underlying asset (currencies, commodities, indices, shares etc.) and its price when the contract is closed.

CFD offers exposure to the markets while requiring the investor to only put down a small margin (‘deposit’) of the total value of the trade. It allows investors to take advantage of prices moving up (by taking ‘long positions’) or prices moving down (by taking ‘short positions’) on underlying assets. When the contract is closed you will receive or pay the difference between the closing value and the opening value of the CFD and/or the underlying asset(s). If the difference is positive, the Company pays you. If the difference is negative, you must pay the Company. The leverage embedded within all CFD instruments has the effect of magnifying both profits and losses. CFDs might seem similar to mainstream investments such as shares but they are different as you never actually buy or own the asset underlying the CFD.

Objectives

The objective of trading CFDs is to speculate on the price movement generally over a short-term trading. It allows investors to have a leveraged exposure on an underlying instrument (i.e. leverage is can vary from 2:1 to 30:1 according to the volatility of the underlying) without the need to buy the actually instrument.

Given the leveraged nature of a CFD trading the investor has to deposit only a portion of the notional value of the contract traded as initial margin. For example, if an investor deposits \$10,000 and opens 1 lot on EURUSD at a price of 1.1979 with a leverage on the account at 1:30 then it will require an initial margin of \$3,989.01. In case of any negative price movement, the investor will be losing \$10 per each tick move.

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). There is no recommended holding period and it is up to the investor to decide when to open and close a CFD trade.

You will need to have adequate balance in your account and where applicable deposit additional funds in order to avoid any closures on your open positions or reach a stop out.

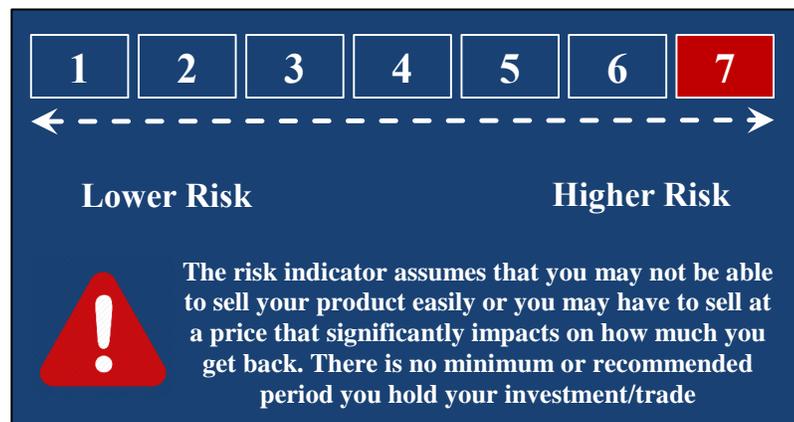
Intended Retail Investor

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.

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 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.

Performance Scenarios

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 100,000 units) 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).

Assumptions used:

CFD on Currency Pair (i.e. EURUSD pair)		
Opening Price	OP	1.1979
Trade size (per CFD)	TS	1
Lots size	LS	100,000
Margin %	M	3.33%
Margin Requirement (USD)	$MR = OP \times TS \times M \times LS$	\$3,989.01
Notional Value of the Trade (USD)	N	\$119,790
Equity	E	\$15,000

Performance scenarios:

LONG Performance Scenario	Closing Price	Price Change	Profit /Loss	SHORT Performance Scenario	Closing Price	Price Change	Profit /Loss
Favorable	1.2159	1.50%	\$1,800	Favorable	1.1799	-1.50%	\$1,800
Moderate	1.1979	0.00%	\$0	Moderate	1.1979	0.00%	\$0
Unfavorable	1.1380	-5.00%	(\$5,990)	Unfavorable	1.2578	5.00%	(\$5,990)
Stress	1.0502	12.33%	(\$14,770)	Stress	1.3456	12.33%	(\$14,770)

What happens if the Company 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 FCA rules on safeguarding of financial instruments and funds belonging to clients. The Company is also a member of the Financial Services Compensation Scheme (“FSCS”), which covers eligible clients up to a maximum of £85,000 per person per regulated entity. Further details can be found at <https://www.ironfx.co.uk/en/download-center/legal-documentation>.

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	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	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 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 by using the methods available on the Company’s Complaint handling policy at <https://www.ironfx.co.uk/en/download-center/legal-documentation>.

If you are not satisfied with the Company’s final decision then you can submit a complaint to the Financial Ombudsman at <http://www.financial-ombudsman.org.uk/>.

Other relevant information

Additional important documents such as Terms and Conditions, Order Execution Policy, Privacy Policy, Risk Disclosure, Pillar III Disclosures etc. are included at <https://www.ironfx.co.uk/en/download-center/legal-documentation>. These are important documents for you to read and understand prior to opening an account and start trading with the Company.

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