COSTS AND CHARGES DOCUMENT

1. SCOPE OF THIS DOCUMENT

The present document contains a description of the costs and charges that might occur following the opening of a trading account with iCFD Limited (the "**Company**" or "**iCFD**") and while trading in the different asset classes of CFDs offered by the Company, in particular:

A) Costs and charges applicable following the termination of the client agreement.

B) Costs and charges associated to CFDs trading:

i) formulae that can be used in order to calculate certain associated costs;

ii) relevant worked examples based on different performance scenarios, which illustrate, among others, a breakdown of the applicable costs and the effect of such costs on both (i) the investment, and (ii) the P/L generated.

It shall always by noted that the total costs might increase or decrease proportionate to the actual trading sizes and volumes.

2. COSTS AND CHARGES APPLICABLE TO THE TERMINATION OF THE CLIENT AGREEMENT

The costs and charges applicable to the termination of the client agreement can be seen further below divided into categories/cases depending on the status of the client trading account at the time of termination.

A) Charges in case where the client has completed the registration process without depositing any amount in its account. In this case there is no charge.

B) Charges in case where the client has completed the registration process and deposited an amount in his account without performing any trading transactions/activity.

In this case the charges would be any applicable deposit/withdrawal fees (see Paragraphs 10.3 and 14.4 of the client agreement) and/or the dormant/inactivity fee if applicable (see Paragraph 14.3 of the client agreement).

C) Charges in case where the client has completed the registration process, deposited an amount in his account and performed trading transactions/activity.

In this case the charges would be any applicable deposit/withdrawal fees (see Paragraphs 10.3 and 14.4 of the client agreement), dormant/inactivity fee if applicable (see Paragraph 14.3 of the client agreement) and relevant costs and charges associated to CFDs trading (see Section 3 below) as applicable.

3. COST ASSOCIATED TO CFDs TRADING

A) CURRENCY CFDs

i) Applicable costs and charges

Spread

A spread is the difference between the Sell ("Bid") price and the Buy ("Ask") price of an asset and is considered as the cost for opening a trade. The minimum spread per instrument is detailed on iCFD's website but each client may have different spread according to the client's history, volume, activities or certain promotions.

Overnight Financing

iCFD applies Overnight Financing for deals that remain open at the end of their underlying asset's daily trading session. This Overnight Financing may be subject to credit or debit, calculated on the basis of the quoted currency/ies' interest rates, plus an interest fee (mark-up). The mark-up may differ between currency pair CFDs as well as between Long (Buy) and Short (Sell) positions.

If the calculated Overnight Financing percentage is positive, it means that an applicable amount will be added (credited) to the client's account. A negative Overnight Financing percentage means that an applicable amount will be subtracted (debited) from the client's account. If the CFD's quoted currency differs from the account's currency, it will be converted to the account's currency at the then prevailing exchange rates.

Formulae

1. Formula for Currencies Overnight Financing =
   For Buy (Long Positions): **∑ (- ((3M mid interest rate of quote currency – 3M mid interest rate of base currency + interest fee)/360) x Deal Amount x Average Rate During Overnight Financing)**
   For Sell (Short Positions): **∑ ((3M mid interest rate of quote currency - 3M mid interest rate of base currency + interest fee)/360) x Deal Amount x Average Rate During Overnight Financing).**

   As Overnight Financing calculation is based on daily variables such as the Closing Rate and the 3M mid Interest Rate, every run can get different values. As a result, to calculate all the Overnight Financing for a specific position, it is required to sum (i.e. the Sigma) all the Overnight Financing daily occurrences of the position.

2. Formula for **3M mid interest rate = (3M Bid + 3M Ask) / 2**
   3M Bid = 3 months interbank bid rate (deposit rate)
   3M Ask = 3 months interbank ask rate (lending rate)

3. **Interest fee** = mark-up of the interest rate. The mark-up may differ between currency pair CFDs as well as between Long (Buy) and Short (Sell) positions.

4. **Deal Amount** = expressed in the base asset units

5. **Average Rate During Overnight Financing** = the last known rate if you were to close your deal when the Overnight Financing occurred

If the calculated Overnight Financing is positive, it means that an applicable amount will be added (credited) to the client's account. It will reduce the total cost of the deal. A negative Overnight Financing means that an applicable amount will be subtracted (debited) from the client's account, thus increasing the total cost of the deal. If the CFD's quoted currency differs from the account's currency, it will be converted to the account's currency at the prevailing exchange rates.

CFD which is traded 5 days a week will be credited or debited with a value 3 times the displayed Overnight Financing value during the last day of its underlying asset trading week.

ii) Currency CFDs – trading examples in EUR/GBP and EUR/TRY

For the purpose of the examples in scenarios 1, 2 and 3 below we will assume a deal size of 10,000 on EUR/GBP and a 3 pips spread. One pip on EUR/GBP equals to 0.0001 GBP. (0.0001) x (-3) x 10,000 = -3 GBP.

The spread is the immediate loss upon opening the deal as it reflects the scenario of closing the deal at that moment. Therefore, in our example, immediately after opening the deal, the P/L of that deal will be -3 GBP.

For the purpose of the example in scenario 4 below we will assume a deal size of 10,000 on EUR/TRY and a 10 pips spread. One pip on EUR/TRY equals to 0.0001 TRY. (0.0001) x (-10) x 10,000 = -10 TRY.

The spread is the immediate loss upon opening the deal as it reflects the scenario of closing the deal at that moment. Therefore, in our example, immediately after opening the deal, the P/L of that deal will be -10 TRY.

1st scenario
Buy position of 10,000 on EUR/GBP. The position was opened and closed within the same day.

During this period no Overnight Financing was executed.

Account Currency	EUR
Conversion Rate (EUR/GBP)	0.90131
Conversion Spread	0.00015
Instrument	EUR/GBP
1 PIP Value	0.0001
Deal Direction	Buy (i.e. Long)
Time Period (number of days the deal was kept open overnight)	0
Opening Quote - Sell (BID)	0.8958
Opening Quote - Buy (ASK)	0.8961
Spread (pips)	3
Deal Amount	10,000
Average Rate During Overnight Financing	N/A
3M mid interest rate	N/A
Interest Fee	N/A
Overnight Financing	N/A
Overnight Financing Amount	N/A
Rate spread	= 0.0001 x 3 x 10,000
	£3.00

Converted rate spread	= - 3 / 0.90116
	-€ 3.3290
Overnight funding	N/A
Rollover	N/A
PL before cost	£52.10
PL including spread, overnight funding and rollover	£49.10
PL Conversion Cost	= (49.10 / 0.90146) - (49.10 / 0.90131)
	-€ 0.0091
Total cost	= - 3.3290 - 0.0091
	-€ 3.3381
Investment size (deal size)	€ 9,942.20
Return of investment before cost (%)	0.58%
Total Cost/Investment Size (%)	0.03%
Return of investment after cost (%)	0.55%

2nd scenario

Buy position of 10,000 on EUR/GBP.

The position was kept open for 4 days (3 nights).

For the following example we assume a mark-up of 0.75% Buy (Long) Positions on EUR/GBP.

Account Currency	EUR
Conversion Rate (EUR/GBP)	0.89790
Conversion Spread	0.00015
Instrument	EUR/GBP
1 PIP Value	0.0001
Deal Direction	Buy (i.e. Long)
Time Period (number of days the deal was kept open overnight)	3
Opening Quote - Sell (BID)	0.8869
Opening Quote - Buy (ASK)	0.8872

Spread (pips)	3
Deal Amount	10,000
Average Rate During Overnight Financing	0.8932
EUR 3M Bid	- 0.44%
EUR 3M Ask	-0.22%
GBP 3M Bid	0.40%
GBP 3M Ask	0.60%
EUR 3M mid interest rate	= (- 0.44% - 0.22%) / 2
	-0.33%
GBP 3M mid interest rate	= (0.40% + 0.60%) / 2
	0.50%
Interest Fee	0.75%
Overnight Financing	∑ (- ((3M interest rate of quote currency – 3M interest rate of base currency + interest fee)/360) x Deal Amount x Average Rate During Overnight Financing)
Overnight Financing Amount	-£0.39
Rate spread	= 0.0001 x 3 x 10,000
	£3.00
Converted rate spread	= 3 / 0.89775
	-€ 3.3417
Overnight funding	= 3 x (- 0.39)
	-£1.18
Converted overnight funding	= - 1.18 / 0.89775
	-€ 1.3100
Rollover	N/A
PL before cost	£108.50
PL including spread, overnight funding and rollover	£104.32

PL Conversion Cost	= (104.32 / 0.89805) - (104.32 / 0.89790)
	-€ 0.0194
Total cost	= - 3.3417 - 1.3100 - 0.0194
	-€ 4.6711
Investment size (deal size)	€ 9,880.83
Return of investment before cost (%)	1.22%
Total Cost/Investment Size (%)	-0.05%
Return of investment after cost (%)	1.18%

3rd scenario

Sell position of 10,000 on EUR/GBP.

The position was kept open for 98 days (97 nights).

For the following example we assume a mark-up of 0.75% for Buy (Long) Positions on EUR/GBP.

Account Currency	EUR
Conversion Rate (EUR/GBP)	0.90176
Conversion Spread	0.00015
Instrument	EUR/GBP
1 PIP Value	0.0001
Deal Direction	Sell (i.e. Short)
Time Period (number of days the deal was kept open overnight)	97
Opening Quote - Sell (BID)	0.8659
Opening Quote - Buy (ASK)	0.8662
Spread (pips)	3
Deal Amount	10,000
Average Rate During Overnight Financing	0.8786
EUR 3M Bid	-0.44%
EUR 3M Ask	-0.22%
GBP 3M Bid	0.27%

GBP 3M Ask	0.47%
EUR 3M mid interest rate	= (-0.44% - 0.22%) / 2
	-0.33%
GBP 3M mid interest rate	= (0.27% + 0.47%) / 2
	0.37%
Interest Fee	0.75%
Overnight Financing	∑ (((3M mid interest rate of quote currency – 3M mid interest rate of base currency - interest fee)/360) x Deal Amount x Average Rate During Overnight Financing)
Overnight Financing Amount	-£0.01
Rate spread	= 0.0001 x 3 x 10,000
	£3.00
Converted rate spread	= - 3 / 0.90161
	-€ 3.3274
Overnight funding	= 97 x (-0.01)
	-£1.18
Converted overnight funding	= 1.18 / 0.90161
	-€ 1.3128
Rollover	N/A
PL before cost	-£357.10
PL including spread, overnight funding and rollover	-£361.28
PL Conversion Cost	= (-361.28 / 0.90191) - (- 361.28 / 0.90176)
	-€ 0.0667
Total cost	= - 3.3274 - 1.3128 - 0.0667
	-€ 4.7069
Investment size (deal size)	€ 9,602.33
Return of investment before cost (%)	-4.12%

Total Cost/Investment Size (%)	-0.05%
Return of investment after cost (%)	-4.17%

4th scenario

Sell position of 10,000 on EUR/TRY.

The position was kept open for 4 days (3 nights).

For the following example we assume a mark-up of 0.75% for Sell (Short) Positions on EUR/GBP.

** This example involves a situation whereby the Interbank Rate difference is HIGHER than the markup for currency pairs and Short markup (21.98%) is higher than Long markup (5.38%):

Account Currency	EUR
Conversion Rate (EUR/TRY)	4.19000
Conversion Spread	0.0005
Instrument	EUR/TRY
1 PIP Value	0.0001
Deal Direction	Sell (i.e. Short)
Time Period (number of days the deal was kept open overnight)	3
Opening Quote - Sell (BID)	4.1845
Opening Quote - Buy (ASK)	4.1855
Spread (pips)	10
Deal Amount	10,000
Average Rate During Overnight Financing	4.2115
EUR 3M Bid	-0.44%
EUR 3M Ask	-0.22%
TRY 3M Bid	21.25%
TRY 3M Ask	24.25%
EUR 3M mid interest rate	= (-0.44% - 0.22%) /2
	-0.33%
TRY 3M mid interest rate	= (21.25% + 24.25%) / 2
	22.75%

Interest Fee	21.98%
Interbank Rates difference	**23.08% (>21.98%)
Overnight Financing	∑ (((3M mid interest rate of quote currency – 3M mid interest rate of base currency - interest fee)/360) x Deal Amount x Average Rate During Overnight Financing)
Overnight Financing Amount	TRY 1.29
Rate spread	= 0.0001 x 10 x 10,000
	TRY 10.00
Converted rate spread	= - 10 / 4.18950
	-€ 2.3869
Overnight funding	= 3 x (-1.29)
	TRY 3.86
Converted overnight funding	= 3.86 / 4.1895
	€ 0.9213
Rollover	N/A
PL before cost	-TRY 50.00
PL including spread, overnight funding and rollover	-TRY 56.14
PL Conversion Cost	= (-56.14 / 4.1895) - (56.14 / 4.19)
	-€ 0.0016
Total cost	= - 2.3869 + 0.9213 - 0.0016
	-€ 1.4673
Investment size (deal size)	€ 9,986.87
Return of investment before cost (%)	-0.12%
Total Cost/Investment Size (%)	-0.01%
Return of investment after cost (%)	-0.13%

All P/L and Overnight Financing amounts that are quoted in a currency which differs from the account's currency, are converted to the account currency according to the market rates and the market spread.

If your account is in a currency other than the quote currency, the P/L and Overnight Financing will be converted to the account currency. Positive amounts (credit) are converted according to the Buy (Ask) rate and Negative amounts (debit) are converted according to the Sell (Bid). As the spread is a cost, it is considered as a negative amount and therefore will be converted according to the Sell rate. In our example, EUR/GBP is quoted in GBP, so assuming that your account is in EUR, any negative amount will be converted as per the EUR/GBP Sell (Bid) rate, while any positive amount will be converted as per the EUR/GBP Buy (Ask) rate.

B) SHARE CFDs

i) Applicable costs and charges

Spread
A spread is the difference between the Sell ("Bid") price and the Buy ("Ask") price of an asset and is considered as the cost for opening a trade. The minimum spread per instrument is detailed on iCFD's website but each client may have different spread according to the client's history, volume, activities or certain promotions.

Overnight Financing
iCFD applies Overnight Financing for deals that remain open at the end of their underlying asset daily trading session. This Overnight Financing may be subject to credit or debit, calculated on the basis of the quoted currency/ies interest rates, plus an interest fee (mark-up). The mark-up may differ between share CFDs as well as between Long (Buy) and Short (Sell) positions.

If the calculated Overnight Financing percentage is positive, it means that an applicable amount will be added (credited) to the client's account. A negative Overnight Financing percentage means that an applicable amount will be subtracted (debited) from the client's account. If the CFD's quoted currency differs from the account's currency, it will be converted to the account's currency at the then prevailing exchange rates.

Formulae

1. Formula for Shares Overnight Financing =
   For Buy (Long Positions): **∑ (- ((3M mid interest rate + interest fee)/360)) x Deal Amount x Average Rate During Overnight Financing**
   For Sell (Short Positions): **∑ ((3M mid interest rate - interest fee)/360) x Deal Amount x Average Rate During Overnight Financing**

   As Overnight Financing calculation is based on daily variables such as the Closing Rate and the 3M mid Interest Rate, every run can get different values. As a result, to calculate all the Overnight Financing for a specific position, it is required to sum (i.e. the Sigma) all the Overnight Financing daily occurrences of the position.

2. Formula for **3M mid interest rate = (3M Bid + 3M Ask) / 2**
   3M Bid = 3 months interbank bid rate (deposit rate)
   3M Ask = 3 months interbank ask rate (lending rate)

3. **Interest fee** = mark-up of the interest rate. The mark-up may differ between share CFDs as well as between Long (Buy) and Short (Sell) positions.

4. **Deal Amount** = expressed in the base asset units

5. **Average Rate During Overnight Financing** = the last known rate if you were to close your deal when the Overnight Financing occurred.

If the calculated Overnight Financing is positive, it means that an applicable amount will be added (credited) to the client's account. It will reduce the total cost of the deal. A negative Overnight Financing means that an applicable amount will be subtracted (debited) from the client's account, thus increasing the total cost of the deal. If the CFD's quoted currency differs from the account's currency, it will be converted to the account's currency at the prevailing exchange rates.

CFD which is traded 5 days a week will be credited or debited with a value 3 times the displayed Overnight Financing value during the last day of its underlying asset trading week.

ii) Shares CFDs trading example on Apple share

For the purpose of the examples below we will assume a deal size of 50 shares on Apple CFD and a 6 pips spread. One pip on Apple CFD's equals to 1 U.S. cent ($0.01). 0.01 x (-6) x 50 = -$3.

The spread is the immediate loss upon opening the deal as it reflects the scenario of closing the deal at that moment. Therefore, in our example, immediately after opening the deal, the P/L of that deal will be -$3.

1st scenario
Buy position on a CFD of 50 shares on Apple.

The position was opened and closed within the same day.

During this period no Overnight Financing was executed.

Account Currency	PLN
Conversion Rate (EUR/PLN)	3.65575
Conversion Spread	0.00095
Instrument	Apple
1 PIP Value	0.01
Deal Direction	Buy (i.e. Long)
Time Period (number of days the deal was kept open overnight)	0
Opening Quote - Sell (BID)	173.5100
Opening Quote - Buy (ASK)	173.5700
Spread (pips)	6
Deal Amount	50
Average Rate During Overnight Financing	N/A
3M mid interest rate	N/A

Interest Fee	N/A
Overnight Financing	N/A
Overnight Financing Amount	N/A
Rate spread	= 0.01 x 50 x 6
	$3.00
Converted rate spread	= - 3 x 3.65670
	-PLN 10.9701
Overnight funding	N/A
Rollover	N/A
PL before cost	$867.70
PL including spread, overnight funding and rollover	$864.70
PL Conversion Cost	= (864.70 x 3.64570) - (864.70 x 3.65570)
	-PLN 0.8215
Total cost	= - 10.9644 - 0.8215
	-PLN 11.7916
Investment size (deal size)	PLN 31,726.4264
Return of investment before cost (%)	10.00%
Total Cost/Investment Size (%)	-0.04%
Return of investment after cost (%)	9.96%

2nd scenario

Buy position on a CFD of 50 shares of Apple.

The position was kept open for 4 days (3 nights).

For the following example we assume a mark-up of 9.91% for Buy (Long) Positions on Apple.

Account Currency	EUR
Conversion Rate (EUR/USD)	1.19280
Conversion Spread	0.0001
Instrument	Apple

1 PIP Value	0.01
Deal Direction	Buy (i.e. Long)
Time Period (number of days the deal was kept open overnight)	3
Opening Quote - Sell (BID)	161.1600
Opening Quote - Buy (ASK)	161.2200
Spread (pips)	6
Deal Amount	50
Average Rate During Overnight Financing	158.11
USD 3M Bid	1.27%
USD 3M Ask	1.47%
USD 3M mid interest rate	= (1.27% + 1.47%) / 2
	1.37%
Interest Fee	9.91%
Overnight Financing	=∑(- ((3M mid interest rate + interest fee)/360)) x Deal Amount x Average Rate During Overnight Financing
Overnight Financing Amount	-$2.48
Rate spread	= 0.01 x 50 x 6
	$3.00
Converted rate spread	= - 3 / 1.19270
	-€ 2.5153
Overnight funding	= 3 x (- 2.48)
	-$7.43
Converted overnight funding	= - 7.43 / 1.19270
	-€ 6.2305
Rollover	N/A
PL before cost	$805.95
PL including spread, overnight funding and rollover	$795.52

PL Conversion Cost	= (795.52 / 1.19290) - (795.52 / 1.19280)
	-€ 0.0559
Total cost	= - 2.5153 - 6.2305 - 0.0559
	-€ 8.8018
Investment size (deal size)	€ 6,758.05
Return of investment before cost (%)	10.00%
Total Cost/Investment Size (%)	-0.13%
Return of investment after cost (%)	9.87%

3rd scenario

Sell position on a CFD of 100 shares of Apple.

The position was kept open for 99 days (98 nights).

For the following example we assume a mark-up of 10.43% for Short (Sell) Positions on Apple.

Account Currency	EUR
Conversion Rate	1.15845
Conversion Spread (EUR/USD)	0.0001
Instrument	Apple
1 PIP Value	0.01
Deal Direction	Sell (i.e. Short)
Time Period (number of days the deal was kept open overnight)	98
Opening Quote - Sell (BID)	148.3200
Opening Quote - Buy (ASK)	148.3800
Spread (pips)	6
Deal Amount	50
Average Rate During Overnight Financing	172.46
USD 3M Bid	1.34%
USD 3M Ask	1.54%
USD 3M mid interest rate	= (1.34% + 1.54%) / 2

	1.44%
Interest Fee	10.43%
Overnight Financing	= ∑((3M mid interest rate - interest fee)/360) x Deal Amount x Average Rate During Overnight Financing
Overnight Financing Amount	-$2.15
Rate spread	= 0.01 x 50 x 6
	$3.00
Converted rate spread	= - 3 / 1.15835
	-€ 2.5899
Overnight funding	= 98 x (-2.15)
	-$211.03
Converted overnight funding	= -211.03 / 1.15835
	-€ 182.1805
Rollover	N/A
PL before cost	-$741.75
PL including spread, overnight funding and rollover	-$955.78
PL Conversion Cost	= (- 955.78 / 1.15835) - (- 955.78 / 1.15845)
	-€ 0.0712
Total cost	= - 2.5899 - 182.1805 - 0.0712
	-€ 184.8416
Investment size (deal size)	€ 6,401.66
Return of investment before cost (%)	-10.00%
Total Cost/Investment Size (%)	-2.89%
Return of investment after cost (%)	-12.89%

All P/L and Overnight Financing amounts that are quoted in a currency which differs from the account's currency, are converted to the account currency according to the market rates and the market spread.

If your account is in a currency other than the quote currency, the P/L and Overnight Financing will be converted to the account currency. Positive amounts (credit) are converted according to the Buy (Ask) rate and Negative amounts (debit) are converted according to the Sell (Bid). As the spread is a cost, it is considered as a negative amount and therefore will be converted according to the Sell rate. In our example, Apple CFD is quoted in USD, so assuming that your account is in EUR, any negative amount will be converted as per the EUR/USD Sell (Bid) rate, while any positive amount will be converted as per the EUR/USD Buy (Ask) rate.

C) COMMODITY CFDs

i) Applicable costs and charges

Spread
A spread is the difference between the Sell ("Bid") price and the Buy ("Ask") price of an asset and is considered as the cost for opening a trade. The minimum spread per instrument is detailed on iCFD's website but each client may have different spread according to the client's history, volume, activities or certain promotions.

Overnight Financing
iCFD applies Overnight Financing for deals that remain open at the end of their underlying asset daily trading session. This Overnight Financing may be subject to credit or debit, calculated on the basis of the quoted currency/ies interest rates, plus an interest fee (mark-up). The mark-up may differ between commodity CFDs as well as between Long (Buy) and Short (Sell) positions.

If the calculated Overnight Financing percentage is positive, it means that an applicable amount will be added (credited) to the client's account. A negative Overnight Financing percentage means that an applicable amount will be subtracted (debited) from the client's account. If the CFD's quoted currency differs from the account's currency, it will be converted to the account's currency at the then prevailing exchange rates.

Formulae

1. Formula for Commodities Overnight Financing =
   For Buy (Long Positions): **∑ (- ((3M mid interest rate + interest fee)/360)) x Deal Amount x Average Rate During Overnight Financing**
   For Sell (Short Positions): **∑ ((3M mid interest rate - interest fee)/360) x Deal Amount x Average Rate During Overnight Financing**

   As Overnight Financing calculation is based on daily variables such as the Closing Rate and the 3M mid Interest Rate, every run can get different values. As a result, to calculate all the Overnight Financing for a specific position, it is required to sum (i.e. the Sigma) all the Overnight Financing daily occurrences of the position.

2. Formula for **3M mid interest rate = (3M Bid + 3M Ask) / 2**
   3M Bid = 3 months interbank bid rate (deposit rate)
   3M Ask = 3 months interbank ask rate (lending rate)

3. **Interest fee** = mark-up of the interest rate. The mark-up may differ between commodity CFDs as well as between Long (Buy) and Short (Sell) positions.

4. **Deal Amount = expressed in the base asset units**

5. **Average Rate During Overnight Financing** = the last known rate if you were to close your deal when the Overnight Financing occurred

If the calculated Overnight Financing is positive, it means that an applicable amount will be added (credited) to the client's account. It will reduce the total cost of the deal. A negative Overnight Financing means that an applicable amount will be subtracted (debited) from the client's account, thus increasing the total cost of the deal. If the CFD's quoted currency differs from the account's currency, it will be converted to the account's currency at the prevailing exchange rates.

CFD which is traded 5 days a week will be credited or debited with a value 3 times the displayed Overnight Financing value during the last day of its underlying asset trading week.

Contract Rollover
While Future Contracts have Expiration Dates, CFDs that are based on Future Contracts have Rollover Dates, which ensure the continuity of the deal instead of closing it. Upon reaching the rollover date, all open deals of the relevant CFDs will be rolled-over to the next contract, so that the deal remain open while tracking the new future contract. Upon effectuating such rollover, the position's open P/L will be adjusted according to the price difference between the expired and new contract prices thus keeping the open P/L unchanged. This action is like closing the deal on the last price of the old future contract and reopening it with the first price of the new future contract, thus additional spread is charged in the process.

Information with regards to rollover dates can be found in iCFD's website.

ii) Commodity CFDs trading example on WTI OIL

For the purpose of the example below we will assume a deal of 250 units of WTI Oil and a 4 pips spread. One pip of WTI Oil equals to 1 U.S. cent ($0.01). 250 x (-4) x 0.01 = -$10.

The spread is the immediate loss upon opening the deal as it reflects the scenario of closing the deal at that moment. Therefore, in our example, immediately after opening the deal, the P/L of that deal will be -$10.

1st scenario
Buy position on a CFD of 250 barrels on WTI OIL.

The position was opened and closed within the same day.

During this period no rollover or Overnight Financing were executed.

Account Currency	EUR
Conversion Rate (EUR/USD)	1.18082
Conversion Spread	0.0001
Instrument	WTI OIL
1 PIP Value	0.01
Deal Direction	Buy (i.e. Long)

Time Period (number of days the deal was kept open overnight)	0
Opening Quote - Sell (BID)	55.2770
Opening Quote - Buy (ASK)	55.3170
Spread (pips)	4
Deal Amount	250
Average Rate During Overnight Financing	N/A
3M mid interest rate	N/A
Interest Fee	N/A
Overnight Financing	N/A
Overnight Financing Amount	N/A
Rate spread	= 0.01 x 250 x 4
	$10.00
Converted rate spread	= - 10 / 1.18072
	-€ 8.4694
Overnight funding	N/A
Rollover	N/A
PL before cost	$1,382.43
PL including spread, overnight funding and rollover	$1,372.43
PL Conversion Cost	= (1,372.43 / 1.18092) - (1,372.43 / 1.18082)
	-€ 0.0894
Total cost	= - 8.4694 - 0.0984
	-€ 8.5678
Investment size (deal size)	€ 11,711.56
Return of investment before cost (%)	10.00%
Total Cost/Investment Size (%)	-0.07%
Return of investment after cost (%)	9.92%

2nd scenario

Buy position on a CFD of 250 barrels of WTI OIL.

The position was kept open for 4 days (3 nights).

For the following example we assume a mark-up of 6.04% for Buy (Long) Positions on WTI Oil.

During this period no rollover was executed.

Account Currency	EUR
Conversion Rate (EUR/USD)	1.21365
Conversion Spread	0.0001
Instrument	WTI OIL
1 PIP Value	0.01
Deal Direction	Buy (i.e. Long)
Time Period (number of days the deal was kept open overnight)	3
Opening Quote - Sell (BID)	62.0740
Opening Quote - Buy (ASK)	62.1140
Spread (pips)	4
Deal Amount	250
Average Rate During Overnight Financing	63.53
USD 3M Bid	1.67%
USD 3M Ask	1.87%
USD 3M mid interest rate	(1.67% + 1.87%) / 2
	1.77%
Interest Fee	6.04%
Overnight Financing	= ∑(- ((3M mid interest rate + interest fee)/360)) x Deal Amount x Average Rate During Overnight Financing
Overnight Financing Amount	-$3.45
Rate spread	= 0.01 x 250 x 4
	$10.00
Converted rate spread	= -10 / 1.21355
	-€ 8.2403

Overnight funding	= 3 x (-3.45)
	-$10.34
Converted overnight funding	= -10.34 / 1.21355
	-€ 8.5172
Rollover	N/A
PL before cost	$1,552.35
PL including spread, overnight funding and rollover	$1,532.01
PL Conversion Cost	= (1,532.01 / 1.21375) - (1,532.01 / 1.21365)
	-€ 0.1040
Total cost	= - 8.2403 - 8.5172 - 0.1040
	-€ 16.861
Investment size (deal size)	€ 12,794.87
Return of investment before cost (%)	10.00%
Total Cost/Investment Size (%)	-0.13%
Return of investment after cost (%)	9.87%

3rd scenario

Sell position on a CFD of 250 contracts of WTI OIL.

The position was kept open for 91 days (90 nights).

For the following example we assume a mark-up of 6% for Sell (Short) Positions on WTI Oil.

During this period 1 rollover was executed.

Account Currency	PLN
Conversion Rate (USD/PLN)	3.35245
Conversion Spread	0.00095
Instrument	WTI OIL
1 PIP Value	0.01
Deal Direction	Sell (i.e. Long)
Time Period (number of days the deal was kept open overnight)	90

Opening Quote - Sell (BID)	53.4070
Opening Quote - Buy (ASK)	53.4470
Spread (pips)	4
Deal Amount	250
Average Rate During Overnight Financing	65.78
USD 3M Bid	1.81%
USD 3M Ask	2.00%
USD 3M mid interest rate	= (1.81% + 2%) / 2
	1.91%
Interest Fee	6.00%
Overnight Financing	= ∑ ((3M mid interest rate - interest fee)/360)) x Deal Amount x Average Rate During Overnight Financing
Overnight Financing Amount	-$1.87
Rate spread	= 0.01 x 250 x 4
	$10.00
Converted rate spread	= -10 x 3.35340
	-PLN 33.53400
Overnight funding	= 90 x (- 1.87)
	-$168.34
Converted overnight funding	= -168.34 x 3.35340
	-PLN 564.5210
Rollover	= 0.01 x 250 x 4
	$10.00
Converted Rollover	= -10 x 3.35340
	-PLN 33.5340
PL before cost	-$1,335.68
PL including spread, overnight funding and rollover	$1,524.02

PL Conversion Cost	= (- 1,524.02 x 3.35340) - (1,524.02 x 3.35245)
	-PLN 1.44.78
Total cost	= - 33.5340 – 564.5210 - 33.5340 - 1.4478
	-PLN 633.0369
Investment size (deal size)	PLN 44,761.0743
Return of investment before cost (%)	-10.00%
Total Cost/Investment Size (%)	-1.41%
Return of investment after cost (%)	-11.42%

All P/L and Overnight Financing amounts that are quoted in a currency which differs from the account's currency, are converted to the account currency according to the market rates and the market spread.

If your account is in a currency other than the quote currency, the P/L and Overnight Financing will be converted to the account currency. Positive amounts (credit) are converted according to the Buy (Ask) rate and Negative amounts (debit) are converted according to the Sell (Bid). As the spread is a cost, it is considered as a negative amount and therefore will be converted according to the Sell rate. In our example, WTI Oil is quoted in U.S. Dollars, so assuming that your account is in EUR, any negative amount will be converted as per the EUR/USD Sell (Bid) rate, while any positive amount will be converted as per the EUR/USD Buy (Ask) rate.

D) INDEX CFDs

i) Applicable costs and charges

Spread
A spread is the difference between the Sell ("Bid") price and the Buy ("Ask") price of an asset and is considered as the cost for opening a trade. The minimum spread per instrument is detailed on iCFD's website but each client may have different spread according to the client's history, volume, activities or certain promotions.

Overnight Financing
iCFD applies Overnight Financing for deals that remain open at the end of their underlying asset daily trading session. This Overnight Financing may be subject to credit or debit, calculated on the basis of the quoted currency/ies interest rates, plus an interest fee (mark-up). The mark-up may differ between index CFDs as well as between Long (Buy) and Short (Sell) positions.

If the calculated Overnight Financing percentage is positive, it means that an applicable amount will be added (credited) to the client's account. A negative Overnight Financing percentage means that an applicable amount will be subtracted (debited) from the client's account. If the CFD's quoted currency differs from the account's currency, it will be converted to the account's currency at the then prevailing exchange rates.

Formulae

1. Formula for Index CFD Overnight Financing =
   For Buy (Long Positions): **∑ (- ((3M mid interest rate + interest fee)/360)) x Deal Amount x Average Rate During Overnight Financing**
   For Sell (Short Positions): **∑ ((3M mid interest rate - interest fee)/360) x Deal Amount x Average Rate During Overnight Financing**

   As Overnight Financing calculation is based on daily variables such as the Closing Rate and the 3M mid Interest Rate, every run can get different values. As a result, to calculate all the Overnight Financing for a specific position, it is required to sum (i.e. the Sigma) all the Overnight Financing daily occurrences of the position.

2. Formula for **3M mid interest rate = (3M Bid + 3M Ask) / 2**
   3M Bid = 3 months interbank bid rate (deposit rate)
   3M Ask = 3 months interbank ask rate (lending rate)

3. **Interest fee** = mark-up of the interest rate. The mark-up may differ between index CFDs as well as between Long (Buy) and Short (Sell) positions.

4. **Deal Amount** = expressed in the base asset units.

5. **Average Rate During Overnight Financing** = the last known rate if you were to close your deal when the Overnight Financing occurred.

If the calculated Overnight Financing is positive, it means that an applicable amount will be added (credited) to the client's account. It will reduce the total cost of the deal. A negative Overnight Financing means that an applicable amount will be subtracted (debited) from the client's account, thus increasing the total cost of the deal. If the CFD's quoted currency differs from the account's currency, it will be converted to the account's currency at the prevailing exchange rates.

CFD which is traded 5 days a week will be credited or debited with a value 3 times the displayed Overnight Financing value during the last day of its underlying asset trading week.

Contract Rollover
While Future Contracts have Expiration Dates, CFDs that are based on Future Contracts have Rollover Dates, which ensure the continuity of the deal instead of closing it. Upon reaching the rollover date, all open deals of the relevant CFDs will be rolled-over to the next contract, so that the deal remain open while tracking the new future contract. Upon effectuating such rollover, the position's open P/L will be adjusted according to the price difference between the expired and new contract prices thus keeping the open P/L unchanged. This action is like closing the deal on the last price of the old future contract and reopening it with the first price of the new future contract, thus additional spread is charged in the process.

Information in regards to rollover dates can be found in iCFD's website.

ii) <u>Index CFDs trading example on Japan 225 (Yen)</u>

For the purpose of the example below we will assume a deal of 100 contracts of Japan 225 (Yen) and a 8.5 pips spread. One pip of Japan 225 (Yen) equals to 1 JPY (¥ 1.00). 100 x 8.5 x 1 = - ¥850.

The spread is the immediate loss upon opening the deal as it reflects the scenario of closing the deal at that moment. Therefore, immediately after opening the deal, your P/L of that deal will be - ¥850.

1st scenario

Buy position on a CFD of 100 contracts on Japan 225 (Yen).

The position was opened and closed within the same day.

During this period no rollover or Overnight Financing were executed.

Account Currency	EUR
Conversion Rate (EUR/JPY)	136.03800
Conversion Spread	0.02
Instrument	Japan 225 (Yen)
1 PIP Value	1
Deal Direction	Buy (i.e. Long)
Time Period (number of days the deal was kept open overnight)	0
Opening Quote - Sell (BID)	23,593.3000
Opening Quote - Buy (ASK)	23,601.8000
Spread (pips)	8.5
Deal Amount	100
Average Rate During Overnight Financing	N/A
3M mid interest rate	N/A
Interest Fee	2.50%
Overnight Financing	N/A
Overnight Financing Amount	N/A
Rate spread	= 0 x 100 x 8.5
	¥850.00
Converted rate spread	= - 850 / 136.01800
	-€ 6.2492
Overnight funding	N/A
Rollover	N/A

PL before cost	¥235,975.50
PL including spread, overnight funding and rollover	¥235,125.50
PL Conversion Cost	= (235,975.50 / 136.05800) - (235,975.50 / 136.03800)
	-€ 0.2541
Total cost	= -6.2492 - 0.2541
	-€ 6.5032
Investment size (deal size)	€ 17,349.42
Return of investment before cost (%)	10.00%
Total Cost/Investment Size (%)	-0.04%
Return of investment after cost (%)	9.96%

2nd scenario

Buy position on a CFD of 100 contracts of Japan 225 (Yen).

The position was kept open for 3 days (2 nights).

For the following example we assume a mark-up of 3.8% for Buy (Long) Positions on Japan 225 (Yen).

During this period no rollover was executed.

Account Currency	EUR
Conversion Rate (EUR/JPY)	132.77400
Conversion Spread	0.02
Instrument	Japan 225 (Yen)
1 PIP Value	1
Deal Direction	Buy (i.e. Long)
Time Period (number of days the deal was kept open overnight)	2
Opening Quote - Sell (BID)	22,682.8000
Opening Quote - Buy (ASK)	22,691.3000
Spread (pips)	8.5
Deal Amount	100
Average Rate During Overnight Financing	23,735.00

Japanese Yen 3M Bid	-0.32%
Japanese Yen 3M Ask	0.03%
JPY 3M mid interest rate	= (-0.32% + 0.03%) / 2
	-0.15%
Interest Fee	3.80%
Overnight Financing	= ∑(- ((3M mid interest rate + interest fee)/360)) x Deal Amount x Average Rate During Overnight Financing
Overnight Financing Amount	-¥240.98
Rate spread	= 1 x 8.5 x 100
	¥850.00
Converted rate spread	= - 850 / 132.75400
	-€ 6.4028
Overnight funding	= 2 x (-240.98)
	-¥481.95
Converted overnight funding	= -481.95 / 132.75400
	-€ 3.6304
Rollover	N/A
PL before cost	¥226,870.50
PL including spread, overnight funding and rollover	¥225,538.55
PL Conversion Cost	= (225,538.55 / 132.794) - (225,538.55 / 132,774)
	-€ 0.2558
Total cost	= - 6.4028 – 3.6304 - 0.2558
	-€ 10.2891
Investment size (deal size)	€ 17,090.17
Return of investment before cost (%)	10.00%
Total Cost/Investment Size (%)	-0.06%
Return of investment after cost (%)	9.94%

3rd scenario

Sell position on a CFD of 100 contracts of Japan 225 (Yen).

The position was kept open for 83 days (82 nights).

For the following example we assume a mark-up of 3.4% for Sell (Short) Positions on Japan 225 (Yen).

During this period 1 rollover was executed.

Account Currency	EUR
Conversion Rate (EUR/JPY)	134.52700
Conversion Spread	0.02
Instrument	Japan 225 (Yen)
1 PIP Value	1
Deal Direction	Sell (i.e. Short)
Time Period (number of days the deal was kept open overnight)	82
Opening Quote - Sell (BID)	21,377.8000
Opening Quote - Buy (ASK)	21,386.3000
Spread (pips)	8.5
Deal Amount	100
Average Rate During Overnight Financing	24,818.00
Japanese Yen 3M Bid	-0.19%
Japanese Yen 3M Ask	0.01%
JPY 3M mid interest rate	= (- 0.19% + 0.01%) / 2
	-0.09%
Interest Fee	3.40%
Overnight Financing	= ∑ ((3M mid interest rate - interest fee)/360)) x Deal Amount x Average Rate During Overnight Financing
Overnight Financing Amount	-¥240.60
Rate spread	= 1 x 8.5 x 100
	¥850.00
Converted rate spread	= -850 / 134.50700

	-€ 6.3194
Overnight funding	= 82 x (-240.60)
	-¥19,728.93
Converted overnight funding	= -19,728.93/134.50700
	-€ 146.6759
Rollover	= 1 x 8.5 x 100
	¥850.00
Converted Rollover	= - 850 / 134.50700
	-€ 6.3194
PL before cost	-¥213,820.50
PL including spread, overnight funding and rollover	-¥235,249.43
PL Conversion Cost	= (-235,249.43 / 134.507) - (235,249.43 / 134.527)
	-€ 0.2600
Total cost	= - 6.3194 - 146.6759 - 6.3194 - 0.2600
	-€ 159.5746
Investment size (deal size)	€ 15,891.09
Return of investment before cost (%)	-10.00%
Total Cost/Investment Size (%)	-1.00%
Return of investment after cost (%)	-11.01%

All P/L and Overnight Financing amounts that are quoted in a currency which differs from the account's currency, are converted to the account currency according to the market rates and the market spread.

If your account is in a currency other than the quote currency, the P/L and Overnight Financing will be converted to the account currency. Positive amounts (credit) are converted according to the Buy (Ask) rate and Negative amounts (debit) are converted according to the Sell (Bid). As the spread is a cost, it is considered as a negative amount and therefore will be converted according to the Sell rate. In our example, the Japan 225 (Yen) CFD is quoted in JPY, so assuming that your account is in EUR, any negative amount will be converted as per the EUR/JPY Sell (Bid) rate, while any positive amount will be converted as per the EUR/JPY Buy (Ask) rate.

E) ETF CFDs

i) Applicable costs and charges

Spread
A spread is the difference between the Sell ("Bid") price and the Buy ("Ask") price of an asset and is considered as the cost for opening a trade. The minimum spread per instrument is detailed on iCFD's website but each client may have different spread according to the client's history, volume, activities or certain promotions.

Overnight Financing
iCFD applies Overnight Financing for deals that remain open at the end of their underlying asset's daily trading session. This Overnight Financing may be subject to credit or debit, calculated on the basis of the quoted currency/ies' interest rates for the currencies in which the underlying instrument is traded, plus an interest fee (mark-up). The mark-up may differ between ETF CFDs as well as between Long (Buy) and Short (Sell) positions.

If the calculated Overnight Financing percentage is positive, it means that an applicable amount will be added (credited) to the client's account. A negative Overnight Financing percentage means that an applicable amount will be subtracted (debited) from the client's account. If the CFD's quoted currency differs from the account's currency, it will be converted to the account's currency at the then prevailing exchange rates.

Formulae

1. Formula for Shares Overnight Financing =
   For Buy (Long Positions): **∑ (- ((3M mid interest rate + interest fee)/360)) x Deal Amount x Average Rate During Overnight Financing**
   For Sell (Short Positions): **∑ ((3M mid interest rate - interest fee)/360) x Deal Amount x Average Rate During Overnight Financing**

   As Overnight Financing calculation is based on daily variables such as the Closing Rate and the 3M mid Interest Rate, every run can get different values. As a result, to calculate all the Overnight Financing for a specific position, it is required to sum (i.e. the Sigma) all the Overnight Financing daily occurrences of the position.

2. Formula for **3M mid interest rate = (3M Bid + 3M Ask) / 2**
   3M Bid = 3 months interbank bid rate (deposit rate)
   3M Ask = 3 months interbank ask rate (lending rate)

3. **Interest fee** = mark-up of the interest rate. The mark-up may differ between ETF CFDs as well as between Long (Buy) and Short (Sell) positions.

4. **Deal Amount** = expressed in the base asset units.

5. **Average Rate During Overnight Financing** = the last known rate if you were to close your deal when the Overnight Financing occurred.

If the calculated Overnight Financing is positive, it means that an applicable amount will be added (credited) to the client's account. It will reduce the total cost of the deal. A negative Overnight Financing means that an

applicable amount will be subtracted (debited) from the client's account, thus increasing the total cost of the deal. If the CFD's quoted currency differs from the account's currency, it will be converted to the account's currency at the prevailing exchange rates.

CFD which is traded 5 days a week will be credited or debited with a value 3 times the displayed Overnight Financing value during the last day of its underlying asset trading week.

ii) ETFs CFDs trading example on US Energy ETF

For the purpose of the example below we will assume a deal of 30 contracts of US Energy ETF and a 24 pips spread. One pip of a contract on US Energy ETF equals to 1 U.S. cent ($0.01). 30 x (-24) x 0.01 = -$7.2.

The spread is the immediate loss upon opening the deal as it reflects the scenario of closing the deal at that moment. Therefore, in our example, immediately after opening the deal, the P/L of that deal will be -$7.2.

1st scenario
Sell position on a CFD of 30 contracts on US Energy ETF.

The position was opened and closed within the same day.

During this period no Overnight Financing was executed.

Account Currency	EUR
Conversion Rate (EUR/USD)	1.18795
Conversion Spread	0.0001
Instrument	US Energy
1 PIP Value	0.01
Deal Direction	Sell (i.e. Short)
Time Period (number of days the deal was kept open overnight)	30
Opening Quote - Sell (BID)	66.6900
Opening Quote - Buy (ASK)	66.9300
Spread (pips)	24
Deal Amount	30
Average Rate During Overnight Financing	N/A
3M mid interest rate	N/A
Interest Fee	N/A
Overnight Financing	N/A
Overnight Financing Amount	N/A

Rate spread	= 0.01 x 30 x 24
	$7.20
Converted rate spread	= -7.2 / 1.18785
	-€ 6.0614
Overnight funding	N/A
Rollover	N/A
PL before cost	-$200.43
PL including spread, overnight funding and rollover	-$207.63
PL Conversion Cost	= (- 207.63 / 1.18805) - (-207.63 / 1.18795)
	-€ 0.0147
Total cost	= - 6.0614 - 0.0147
	-€ 6.0761
Investment size (deal size)	€ 1,684.16
Return of investment before cost (%)	-10.02%
Total Cost/Investment Size (%)	-0.36%
Return of investment after cost	-10.38%

2nd scenario

Buy position on a CFD of 30 contracts on US Energy ETF.

The position was kept open for 4 days (3 nights).

For the following example we assume a mark-up of 5% for Buy (Long) Positions on US Energy ETF.

Account Currency	EUR
Conversion Rate (EUR/USD)	1.19377
Conversion Spread	0.0001
Instrument	US Energy
1 PIP Value	0.01
Deal Direction	Buy (i.e. Long)
Time Period (number of days the deal was kept open overnight)	3

Opening Quote - Sell (BID)	67.8800
Opening Quote - Buy (ASK)	68.1200
Spread (pips)	24
Deal Amount	30
Average Rate During Overnight Financing	67.89
USD 3M Bid	1.42%
USD 3M Ask	1.62%
USD 3M mid interest rate	= (1.42% + 1.62%) / 2
	1.52%
Interest Fee	5.00%
Overnight Financing	= ∑ (- ((3M mid interest rate + interest fee)/360)) x Deal Amount x Average Rate During Overnight Financing
Overnight Financing Amount	-$0.37
Rate spread	= 0.01 x 30 x 24
	$7.20
Converted rate spread	= -7.2 / 1.19367
	-€ 6.0318
Overnight funding	= 3 x (- 0.37)
	-$1.11
Converted overnight funding	= - 1.11 / 1.19367
	-€ 0.9271
Rollover	N/A
PL before cost	-$204.00
PL including spread, overnight funding and rollover	-$195.69
PL conversion	= (195.69 / 1.19387) - (195.69 / 1.19377)
	-€ 0.0137
Total cost	= - 6.0318 - 0.9271 - 0.0137

	-€ 6.9726
Investment size (deal size)	€ 1,711.89
Return of investment before cost	9.98%
Total Cost/Investment Size (%)	-0.41%
Return of investment after cost	9.58%

3rd scenario

Buy position on a CFD of 30 contracts on US Energy ETF.

The position was kept open for 83 days (82 nights).

For the following example we assume a mark-up of 5% for Buy (Long) Positions on US Energy ETF.

Account Currency	EUR
Conversion Rate (EUR/USD)	1.19550
Conversion Spread	0.0001
Instrument	US Energy
1 PIP Value	0.01
Deal Direction	Buy (i.e. Long)
Time Period (number of days the deal was kept open overnight)	82
Opening Quote - Sell (BID)	67.5000
Opening Quote - Buy (ASK)	67.7400
Spread (pips)	24
Deal Amount	30
Average Rate During Overnight Financing	75.19
USD 3M Bid	1.67%
USD 3M Ask	1.87%
USD 3M mid interest rate	= (1.67% + 1.87%) / 2
	1.77%
Interest Fee	5.00%

Overnight Financing	=∑ (- ((3M mid interest rate + interest fee)/360)) x Deal Amount x Average Rate During Overnight Financing
Overnight Financing Amount	-$0.42
Rate spread	= 0.01 x 30 x 24
	$7.20
Converted rate spread	= -7.2 / 1.19540
	-€ 6.0231
Overnight funding	= 82 x (-0.42)
	-$34.78
Converted overnight funding	= -34.78 / 1.1954
	-€ 29.0983
Rollover	N/A
PL before cost	$202.88
PL including spread, overnight funding and rollover	$160.88
PL Conversion Cost	= (160.88 / 1.1956) - (160.88 / 1.1955)
	-€ 0.0113
Total cost	= - 6.0231 - 29.0983 - 0.0113
	-€ 35.1372
Investment size (deal size)	€ 1,699.87
Return of investment before cost (%)	9.98%
Total Cost/Investment Size (%)	-2.07%
Return of investment after cost (%)	7.92%

All P/L and Overnight Financing amounts that are quoted in a currency which differs from the account's currency, are converted to the account currency according to the market rates and the market spread.

If your account is in a currency other than the quote currency, the P/L and Overnight Financing will be converted to the account currency. Positive amounts (credit) are converted according to the Buy (Ask) rate and Negative amounts (debit) are converted according to the Sell (Bid). As the spread is a cost, it is considered as a negative amount and therefore will be converted according to the Sell rate. In our example, US Energy

ETF is quoted in USD, so assuming that your account is in EUR, any negative amount will be converted as per the EUR/USD Sell (Bid) rate, while any positive amount will be converted as per the EUR/USD Buy (Ask) rate.

F) CRYPTOCURRENCY CFDs

i) Applicable costs and charges

Spread

A spread is the difference between the Sell ("Bid") price and the Buy ("Ask") price of an asset and is considered as the cost for opening a trade. The minimum spread per instrument is detailed on iCFD's website but each client may have different spread according to the client's history, volume, activities or certain promotions.

Overnight Financing

iCFD applies Overnight Financing for deals that remain open at the end of their underlying asset daily trading session. This Overnight Financing may be subject to credit or debit, calculated on the basis of the quoted currency/ies interest rates, plus an interest fee (mark-up). The mark-up may differ between cryptocurrency CFDs as well as between Long (Buy) and Short (Sell) positions. The mark-up for cryptocurrencies can be extremely high due to Cryptocurrencies' extreme market conditions.

If the calculated Overnight Financing percentage is positive, it means that an applicable amount will be added (credited) to the client's account. A negative Overnight Financing percentage means that an applicable amount will be subtracted (debited) from the client's account. If the CFD's quoted currency differs from the account's currency, it will be converted to the account's currency at the then prevailing exchange rates.

Formulae

1. Formula for Cryptocurrencies Overnight Financing =
   For Buy (Long Positions): **∑ (- ((3M mid interest rate + interest fee)/360)) x Deal Amount x Average Rate During Overnight Financing**
   For Sell (Short Positions): **∑ ((3M mid interest rate - interest fee)/360) x Deal Amount x Average Rate During Overnight Financing**

   As Overnight Financing calculation is based on daily variables such as the Closing Rate and the 3M mid Interest Rate, every run can get different values. As a result, to calculate all the Overnight Financing for a specific position, it is required to sum (i.e. the Sigma) all the Overnight Financing daily occurrences of the position.

2. Formula for **3M mid interest rate = (3M Bid + 3M Ask) / 2**
   3M Bid = 3 months interbank bid rate (deposit rate)
   3M Ask = 3 months interbank ask rate (lending rate)

3. **Interest fee** = mark-up of the interest rate. The mark-up may differ between cryptocurrency CFDs as well as between Long (Buy) and Short (Sell) positions.

4. **Deal Amount** = expressed in the base asset units.

5. **Average Rate During Overnight Financing** = the last known rate if you were to close your deal when the Overnight Financing occurred.

If the calculated Overnight Financing is positive, it means that an applicable amount will be added (credited) to the client's account. It will reduce the total cost of the deal. A negative Overnight Financing means that an applicable amount will be subtracted (debited) from the client's account, thus increasing the total cost of the deal. If the CFD's quoted currency differs from the account's currency, it will be converted to the account's currency at the prevailing exchange rates.

CFD which is traded 5 days a week will be credited or debited with a value 3 times the displayed Overnight Financing value during the last day of its underlying asset trading week.

ii) Cryptocurrency CFDs trading example on Bitcoin

For the purpose of the examples below we will assume a deal size of 1 Bitcoin and a 100 pips spread. One pip of Bitcoin equals to 1 U.S. dollar ($1.00). 1 x (-100) x 1 = -$100.

The spread is the immediate loss upon opening the deal as it reflects the scenario of closing the deal at that moment. Therefore, in our example, immediately after opening the deal, the P/L of that deal will be -$100.

1st scenario
Buy position on a CFD of 1 Bitcoin.

The Position was opened and closed within the same day.

During this period no Overnight Financing was executed.

Account Currency	EUR
Conversion Rate (EUR/USD)	1.21886
Conversion Spread	0.0001
Instrument	Bitcoin
1 PIP Value	1
Deal Direction	Buy (i.e. Long)
Time Period (number of days the deal was kept open overnight)	0
Opening Quote - Sell (BID)	11,407.9700
Opening Quote - Buy (ASK)	11,507.9700
Spread (pips)	100
Deal Amount	1
Average Rate During Overnight Financing	N/A
US Dollar 3M Bid	N/A
US Dollar 3M Ask	N/A

3M mid interest rate	N/A
Interest Fee	N/A
Overnight Financing	N/A
Overnight Financing Amount	N/A
Rate spread	= 1 x 1 x 100
	$100.00
Converted rate spread	= 100 / 1.21876
	-€ 82.0506
Overnight funding	N/A
Rollover	N/A
PL before cost	$1,145.80
PL including spread, overnight funding and rollover	$1,045.80
PL Conversion Cost	= (1,045.80 / 1.21876) - (1,045.80 / 1.21886)
	-€ 0.0704
Total cost	= - 82.0506 - 0.0704
	-€ 82.1210
Investment size (deal size)	€ 9,441.58
Return of investment before cost (%)	9.96%
Total Cost/Investment Size (%)	-0.87%
Return of investment after cost (%)	9.09%

2nd scenario

Buy position on a CFD of 1 Bitcoin.

The position was kept open for 4 days (3 nights).

For the following example we assume a mark-up of 20% for Buy (Long) Positions on Bitcoin.

Account Currency	EUR
Conversion Rate (EUR/USD)	1.17710
Conversion Spread	0.0001

Instrument	Bitcoin
1 PIP Value	1
Deal Direction	Buy (i.e. Long)
Time Period (number of days the deal was kept open overnight)	3
Opening Quote - Sell (BID)	11,321.6300
Opening Quote - Buy (ASK)	11,421.6300
Spread (pips)	100
Deal Amount	1
Average Rate During Overnight Financing	13,622.25
USD 3M Bid	1.46%
USD 3M Ask	1.66%
USD 3M mid interest rate	= (1.46% + 1.66%) / 2
	1.56%
Interest Fee	20.00%
Overnight Financing	=∑ (- ((3M mid interest rate + interest fee)/360)) x Deal Amount x Average Rate During Overnight Financing
Overnight Financing Amount	-$8.16
Rate spread	= 1 x 1 x 100
	$100.00
Converted rate spread	= -100 / 1.17610
	-€ 84.9618
Overnight funding	= 3 x (-8.16)
	-$24.47
Converted overnight funding	= - 24.47 / 1.17700
	-€ 20.7941
Rollover	N/A
PL before cost	$1,137.16
PL including spread, overnight funding and rollover	$1,012.69

PL Conversion Cost	= (1,012.69 / 1.17610) - (1,012.69 / 1.17710)
	-€ 0.0731
Total cost	= - 84.9618 – 20.7941 - 0.0731
	-€ 105.8289
Investment size (deal size)	€ 9,703.19
Return of investment before cost (%)	9.96%
Total Cost/Investment Size (%)	-1.09%
Return of investment after cost (%)	8.87%

3rd scenario

Buy position of a CFD on Bitcoin.

The Position was kept open for 86 days (85 nights).

For the following example we assume a mark-up of 20% for Buy (Long) Positions on Bitcoin.

Account Currency	EUR
Conversion Rate (EUR/USD)	1.24568
Conversion Spread	0.0001
Instrument	Bitcoin
1 PIP Value	1
Deal Direction	Buy(i.e. Long)
Time Period (number of days the deal was kept open overnight)	85
Opening Quote - Sell (BID)	6,968.2200
Opening Quote - Buy (ASK)	7,068.2200
Spread (pips)	100
Deal Amount	1
Average Rate During Overnight Financing	11,147.78
USD 3M Bid	1.81%
USD 3M Ask	1.99%
USD 3M mid interest rate	= (1.81% + 1.99%) / 2

	1.90%
Interest Fee	20.00%
Overnight Financing	=∑ (- ((3M mid interest rate + interest fee)/360)) x Deal Amount x Average Rate During Overnight Financing
Overnight Financing Amount	-$6.78
Rate spread	= 1 x 1 x 100
	$100.00
Converted rate spread	= -100 / 1.24558
	-€ 80.2839
Overnight funding	= 85 x (-6.78)
	-$576.43
Converted overnight funding	= -576.43 / 1.24558
	-€ 462.7827
Rollover	N/A
PL before cost	$3,509.11
PL including spread, overnight funding and rollover	$2,832.68
PL Conversion Cost	= (2,832.68 / 1.24578) - (2,832.68/ 1.24568)
	-€ 0.1825
Total cost	= - 80.2839 - 462.7827 - 0.1825
	-€ 543.2491
Investment size (deal size)	€ 5,674.19
Return of investment before cost (%)	49.65%
Total Cost/Investment Size (%)	-9.57%
Return of investment after cost (%)	40.07%

All P/L and Overnight Financing amounts that are quoted in a currency which differs from the account's currency, are converted to the account currency according to the market rates and the market spread.

If your account is in a currency other than the quote currency, the P/L and Overnight Financing will be converted to the account currency. Positive amounts (credit) are converted according to the Buy (Ask) rate and Negative amounts (debit) are converted according to the Sell (Bid). As the spread is a cost, it is considered as a negative amount and therefore will be converted according to the Sell rate. In our example, Bitcoin CFD is quoted in USD, so assuming that your account is in EUR, any negative amount will be converted as per the EUR/USD Sell (Bid) rate, while any positive amount will be converted as per the EUR/USD Buy (Ask) rate.

G) UNLEVERAGED CFDs

i) Applicable costs and charges

Spread

A spread is the difference between the Sell ("Bid") price and the Buy ("Ask") price of an asset and is considered as the cost for opening a trade. The minimum spread per instrument is detailed on iCFD's website but each client may have different spread according to the client's history, volume, activities or certain promotions.

Overnight Financing

iCFD applies Overnight Financing for deals that remain open at the end of their underlying asset daily trading session . This Overnight Financing may be subject to credit or debit, calculated on the basis of the quoted currency/ies interest rates, plus an interest fee (mark-up). The mark-up may differ between unleveraged CFDs. It is important to note that Overnight Financing for unleveraged CFDs is only applied for short (Sell) positions, while long (Buy) positions are not subject to any Overnight Financing adjustment. The mark-up for unleveraged CFDs based on cryptocurrencies can be extremely high due to cryptocurrencies' extreme market conditions.

If the calculated Overnight Financing percentage is positive, it means that an applicable amount will be added (credited) to the client's account. A negative Overnight Financing percentage means that an applicable amount will be subtracted (debited) from the client's account. If the CFD's quoted currency differs from the account's currency, it will be converted to the account's currency at the then prevailing exchange rates.

Formulae

1. Formula for Cryptocurrencies Overnight Financing =
   For Buy (Long Positions): Not Applicable
   For Sell (Short Positions): **∑ ((3M mid interest rate - interest fee)/360) x Deal Amount x Average Rate During Overnight Financing**

   As Overnight Financing calculation is based on daily variables such as the Closing Rate and the 3M mid Interest Rate, every run can get different values. As a result, to calculate all the Overnight Financing for a specific position, it is required to sum (i.e. the Sigma) all the Overnight Financing daily occurrences of the position.

2. Formula for **3M mid interest rate = (3M Bid + 3M Ask) / 2**
   3M Bid = 3 months interbank bid rate (deposit rate)
   3M Ask = 3 months interbank ask rate (lending rate)

3. **Interest fee** = mark-up of the interest rate. The markup may differ between unleveraged CFDs.

4. **Deal Amount** = expressed in the base asset units.

5. **Average Rate During Overnight Financing** = the last known rate if you were to close your deal when the Overnight Financing occurred.

If the calculated Overnight Financing is positive, it means that an applicable amount will be added (credited) to the client's account. It will reduce the total cost of the deal. A negative Overnight Financing means that an applicable amount will be subtracted (debited) from the client's account, thus increasing the total cost of the deal. If the CFD's quoted currency differs from the account's currency, it will be converted to the account's currency at the prevailing exchange rates.

CFD which is traded 5 days a week will be credited or debited with a value 3 times the displayed Overnight Financing value during the last day of its underlying asset trading week.

ii) Unleveraged CFDs trading example on Bitcoin [1:1]

For the purpose of the examples below we will assume a deal size of 1.5 Bitcoin and a 170 pips spread. One pip of Bitcoin equals to 1 U.S. dollar ($1.00). 1 x (-170) x 1.5 = -$255.

The spread is the immediate loss upon opening the deal as it reflects the scenario of closing the deal at that moment. Therefore, in our example, immediately after opening the deal, the P/L of that deal will be -$255.

1st scenario
Buy position on a CFD of Bitcoin [1:1].

The Position was opened and closed within the same day.

During this period no Overnight Financing was executed.

Account Currency	EUR
Conversion Rate (EUR/USD)	1.13110
Conversion Spread	0.0001
Instrument	Bitcoin [1:1]
1 PIP Value	1
Deal Direction	Buy (i.e. Long)
Time Period (number of days the deal was kept open overnight)	0
Opening Quote - Sell (BID)	42,340.0000
Opening Quote - Buy (ASK)	42,510.0000
Spread (pips)	170
Deal Amount	1.5
Average Rate During Overnight Financing	N/A

3M mid interest rate	N/A
Interest Fee	N/A
Overnight Financing	N/A
Overnight Financing Amount	N/A
Rate spread	= 1 x 170 x 1.5
	$255.00
Converted rate spread	= - 255 / 1.13100
	-€ 255.4642
Overnight funding	N/A
Rollover	N/A
PL before cost	$6,363.75
PL including spread, overnight funding and rollover	$6,108.75
PL Conversion Cost	= (6,108.75 / 1.13120) - (6,108.75 / 1.13110)
	-€ 0.4774
Total cost	= - 225.4642 - 0.4774
	-€ 225.9416
Investment size (deal size)	€ 56,374.33
Return of investment before cost (%)	9.98%
Total Cost/Investment Size (%)	-0.40%
Return of investment after cost (%)	9.58%

2nd scenario

Buy position on a CFD of Bitcoin [1:1].

The position was kept open for 4 days (3 nights).

During this period no Overnight Financing was executed.

Account Currency	EUR
Conversion Rate (EUR/USD)	1.12610
Conversion Spread	0.0001

Instrument	Bitcoin [1:1]
1 PIP Value	1
Deal Direction	Buy (i.e. Long)
Time Period (number of days the deal was kept open overnight)	3
Opening Quote - Sell (BID)	47,650.0000
Opening Quote - Buy (ASK)	47,820.0000
Spread (pips)	170
Deal Amount	1.5
Average Rate During Overnight Financing	N/A
3M Mid Interest Rate	N/A
Interest Fee	N/A
Overnight Financing	N/A
Overnight Financing Amount	N/A
Rate spread	= 1 x 170 x 1.5
	$255.00
Converted rate spread	= -255 / 1.12600
	-€ 226.4654
Overnight funding	N/A
Rollover	N/A
PL before cost	$7,160.25
PL including spread, overnight funding and rollover	$6,905.25
PL Conversion Cost	= (6,905.25 / 1.12620) - (6,905.25 / 1.12610)
	-€ 0.5445
Total cost	= - 226.4654 – 0.5445
	-€ 227.0099
Investment size (deal size)	€ 63,697.72
Return of investment before cost (%)	9.98%

Total Cost/Investment Size (%)	-0.36%
Return of investment after cost (%)	9.63%

3rd scenario

Sell position of a CFD on Bitcoin [1:1].

The Position was kept open for 4 days (3 nights).

For the following example we assume a mark-up of 12.8% for Sell (Short) Positions on Bitcoin [1:1].

Account Currency	EUR
Conversion Rate (EUR/USD)	1.13150
Conversion Spread	0.0001
Instrument	Bitcoin [1:1]
1 PIP Value	1
Deal Direction	Sell (i.e. Short)
Time Period (number of days the deal was kept open overnight)	3
Opening Quote - Sell (BID)	46,200.0000
Opening Quote - Buy (ASK)	46,370.0000
Spread (pips)	17
Deal Amount	1.5
Average Rate During Overnight Financing	50,820.00
USD 3M Bid	1.34%
USD 3M Ask	1.54%
USD 3M mid interest rate	= (1.34% + 1.54%) / 2
	1.44%
Interest Fee	12.80%
Overnight Financing	=∑ ((3M mid interest rate - interest fee)/360) x Deal Amount x Average Rate During Overnight Financing
Overnight Financing Amount	-$24.05
Rate spread	= 1 x 170 x 1.5

	$255.00
Converted rate spread	= -255 / 1.13140
	-€ 225.3845
Overnight funding	= 3 x (- 24.05)
	-$72.16
Converted overnight funding	= -72.16 / 1.13140
	-€ 63.7833
Rollover	N/A
PL before cost	$6,942.75
PL including spread, overnight funding and rollover	$7,269.91
PL Conversion Cost	= (-7,269.91 / 1.13140) - (7,269.91/ 1.13150)
	-€ 0.5679
Total cost	= - 225.3845 - 63.7833 - 0.5679
	-€ 289.8356
Investment size (deal size)	€ 61,246.13
Return of investment before cost (%)	-10.02%
Total Cost/Investment Size (%)	-0.47%
Return of investment after cost (%)	-10.49%

All P/L and Overnight Financing amounts that are quoted in a currency which differs from the account's currency, are converted to the account currency according to the market rates and the market spread.

If your account is in a currency other than the quote currency, the P/L and Overnight Financing will be converted to the account currency. Positive amounts (credit) are converted according to the Buy (Ask) rate and Negative amounts (debit) are converted according to the Sell (Bid). As the spread is a cost, it is considered as a negative amount and therefore will be converted according to the Sell rate. In our example, Bitcoin [1:1] CFD is quoted in USD, so assuming that your account is in EUR, any negative amount will be converted as per the EUR/USD Sell (Bid) rate, while any positive amount will be converted as per the EUR/USD Buy (Ask) rate.