

KEY INFORMATION DOCUMENT

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: **CFDs in Cryptocurrencies**

Cyprus Investment Firm: EDR Financial Ltd ("TrioMarkets™"), website: www.triomarkets.eu, email: info@triomarkets.eu, tel. +357 25 030056.

Licensed and regulated by: the Cyprus Securities and Exchange Commission (CySEC), with license number 268/15.

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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: CFDs in cryptocurrencies are complex, extremely risky and usually high speculative products in accordance with the applicable law. They are traded on an 'over-the-counter' (OTC) basis and not through a regulated market. CFDs in cryptocurrencies, which are agreements to exchange the difference in value of a particular underlying instrument (cryptocurrencies and "fiat" currencies) between the time at which the agreement is entered into and the time at which it is closed, allowing the investors to replicate the economic effect of trading in particular cryptocurrencies, "fiat" currencies or other asset classes without requiring nor having actual ownership of the underlying asset. When trading CFDs in cryptocurrencies there is no physical exchange of assets; therefore, financial settlement results from the difference at the time the position is closed and the price of the underlying asset (formulated by the Company) at the time the position is opened. The underlying assets of the CFDs in cryptocurrencies fall under the following the category of virtual (Crypto) currency, that may be treated as an intangible or virtual asset, financial assets, other assets depending on jurisdiction, applicable laws and legal form of the issue. You can visit Company [website](#) for information on the underlying assets available to you.

Objectives: CFDs in cryptocurrencies allow investors to speculate on the short-term movements in the price of underlying cryptocurrencies. CFDs in cryptocurrencies are highly speculative products and incorporate product features, such as leverage and automatic close-out which entail a high risk of losing all your invested capital. A client's profit or loss, will be determined by the choice made («buy» or «sell» position) in conjunction with the direction of the price movements of the underlying assets, the size of the client's opened position, the leverage and whether the client chooses to use his stop-loss or take-profit. The trader has to be knowledgeable enough to make informed decisions on the direction of the price, and most importantly to be in the financial position to sustain the risk of losing his entire invested amount over a short period of time. The prices of the currencies are obtained by the Company's liquidity providers. The market for all cryptocurrencies is open 5 days a week. For specific trading hours please [click here](#).

CFDs in:	Underlying Asset
Cryptocurrencies	Cryptocurrencies (Bitcoin, Ethereum, Bitcoin Cash, Litecoin, Ripple)

Intended retail investor: These products are not suitable for everyone. They are usually expected to be traded by people who: **1)** Have a high risk appetite, **2)** are in the financial position to afford to lose their entire investment, **3)** have experience/understanding of the financial markets and the risks associated with trading with leverage, and **4)** are willing to trade based on the rapid movements of the instrument prices.

Term: The client solely decides when to open or close a position. There is no minimum holding period.

™ may close your position without seeking your prior consent, if you do not maintain sufficient margin in your account (more information below).

SPECIFIC INVESTOR WARNING NOTES

This Complex Product may lead to the total loss of capital invested and may provide zero returns. Is subject to the credit risk of the issuer – The Company which implies the incurring of costs, fees or charges. This is subject to any potential conflicts of interests in the calculation agent's performance with the Company and is not equivalent to the acquisition or initial transaction of the underlying assets. The Investor position may be closed by any time by the Company in certain situations. **NOTICE:** For further information please see [Risk Warning Statement on CFDs in Cryptocurrencies](#).

WHAT ARE THE RISKS AND WHAT COULD I GET IN RETURN?

Summary Risk Indicator (SRI): 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. We have classified this product as 7 out of 7, which is the highest risk class. This rates the potential losses from future performance of the product at a very high level.



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Slippage: The SRI rates the potential losses from future performance and poor market conditions, at a very high level, as the prices may fluctuate due to volatility, caused by e.g. major announcements of events that can affect the price of the Cryptocurrency CFD chosen, in the market, but also on other factors, e.g. insufficient liquidity. As the CFDs are inherently risky products, clients risk to lose their entire investment capital over a short period of time. The Company provides the clients with the best execution available, however, due to volatility or high volumes, slippage can occur. Risk also increases when clients maintain many positions open at the same time.

Margin requirement: To open a position and be able to trade, a client needs to have sufficient funds. The capital needed to open a position is called a «margin requirement» and it is based on the account balance and the account leverage, thus creating a «leveraged position». The maximum allowed leverage for CFD on cryptocurrency is 1:2. The required margin calculation for CFD in Cryptocurrencies equals to the 'Trade Size + Leverage account currency exchange rate (if different from the base currency of the pair traded)'. For example, trading 1 lot of BTC/USD¹ using 1:2 leverage with an account denominated in USD, trade size: 1 and account currency exchange rate: 8000 would have a required margin of USD4000 calculated by $\frac{1}{2} * 8000 = \$4000$. Trading on margin («leverage») can magnify losses and profits due to factors like price movements, volatility, or limited liquidity. Failure to re-deposit additional funds may result in the CFD position being automatically closed («margin call»).

Performance scenarios: The performance scenarios in the tables below illustrate how your investment may perform in different market scenarios, time intervals and whether you are buying or selling CFDs in cryptocurrencies. The scenarios presented are indicative of possible outcomes based on past performance. These are not an exact indication of your actual returns. What you get will vary depending on how the market performs and how long you hold your position. For each value of the underlying, the table shows what the profit or loss of the product would be. Your maximum loss may include all your investments plus any additional payments for those losses. The stress scenario shows what you might get back in extreme market circumstances. The scenarios below represent the analytical grouping of possible spectrum of outcomes between worst-case and best-case scenarios for illustrative purposes. The definitions of the worst-case scenario and best-case scenario for CFDs in cryptocurrencies are the same as for other CFDs. The scenario presented below with no guarantee of same taking place.

CFD on Cryptocurrency – BUY Scenario		
Cryptocurrency opening price, USD	P	\$8000
Trade size	TS	1
Contract size	LS	1
Margin %	M	50% (leverage 1:2)
Margin Requirement	MR=P×TS×LS×M	\$4,000

Performance scenario (Long Position)	Closing Price	Price Change (%)	Profit/Loss (USD)
Favorable	8400	5.00%	400
Moderate	8050	0.63%	50
Unfavorable	7600	-5.00%	-400
Stress	7200	-10.00%	-800

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 THE COMPANY IS UNABLE TO PAY OUT?

If Triomarkets™ becomes insolvent, each client's investment of up to 20,000€/per person, can be covered by the Investor Compensation Fund (ICF) of the Cyprus Securities and Exchange Commission. For more information, see <https://cysec.gov.cy/en-GB/complaints/tae/information/>

WHAT ARE THE COSTS?

The table below details the different types of costs and their meaning.

One off costs	Spread	The spread is the difference between the Sell (Bid) and Buy (Ask) price of the instrument which is multiplied by the deal size. For the example we will assume a trade of one cryptocurrency,(1 lot) with a notional value of 250 with a 100 pip spread. The pip on this instrument is the 2 nd decimal digit (0.01). $1 \times 100 \times 0.01 = 1$ USD. The amount of 1 USD will be deducted from the P/L upon opening the transaction and therefore immediately after opening the transaction the P/L of that transaction will be -1 USD.
	Commission	Commission is charged when the trade is opened and this will be a value in the account currency per 1 lot. And can be seen here: http://www.triomarkets.eu/accounts/accounts-overview/ For example, the commission charged is \$16 per 1 lot traded. Assuming a 100,000 (1 lot) trade the amount of \$16 will be shown in the commission column of the open trade and deducted from the final P/L when the trade is closed.
	Currency Conversion	The spread is charged for converting realized profit/loss from the instrument currency to the account currency.
	Withdrawal fees	When withdrawing funds from your trading account, EDR Financial Limited Charges a fee of 1.5% of the withdrawal amount. For wire transfers the fee is 1.5% with a minimum charge of 25 and limited to 50 (base currency).
Ongoing Costs	Financing Costs- Swaps	Financing costs-Swaps are based on the interest rate differentials paid or earned for holding a position overnight. Each currency has an overnight interest rate associated with it, and because Forex is traded in pairs, every trade involves not only two different currencies, but their two different interest rates. Any client holding a position at the end of the trading day (00:00 GMT+2) will be credited or debited the swap amount. On Wednesday night, to account for holding a position into the weekend the swaps are charged at 3X times the regular rate.

HOW LONG SHOULD I HOLD IT AND CAN I TAKE MONEY OUT EARLY?

CFDs are intended for short-term trading and are generally not suitable for long term trading, there is no recommended or required holding period. Clients can exit their position(s) at any time during the market trading hours. For clients to be able to withdraw at any time and to avoid the risk of having their positions automatically closed, sufficient margin is required in the account.

HOW CAN I COMPLAIN?

The Clients wishing to submit a complaint are advised to complete a Complaints Form (accessible through the Company's [website](#) within 12 months from the complaint event date and submit it in any of the following ways:

By phone: at +35725030056;

By electronic means: Electronically fill out and sign the form found [here](#) and submit it electronically at the following e-mail address: contact@triomarkets.eu; or

By post: by filling out the abovementioned form and send it to TrioMarket™'s Head Office address: Centro Office 301, Grigori Afxentiou 11, 4003 Limassol.

If the client is unhappy with the Company's response to his complaint, he may refer the issue to the Financial Ombudsman of the Republic of Cyprus.

For more information on the Company's Complaint Handling policy, please click [here](#)

OTHER RELEVANT INFORMATION

This key information document does not contain all information relevant to this product. For more information about the product, the Company's Terms and Conditions, Order Execution Policy, Risk Disclosure Policy, and all other Legal Documents, please refer to EDR's website at <https://www.triomarkets.eu>.