

## KEY INFORMATION DOCUMENT – FX PAIR CFDS

**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.



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

**Product Name:** Contract for Difference (“CFD”) on FX Pairs.

**Product manufacturer:** Colmex Pro Limited, authorised and regulated by the Cyprus Securities and Exchange Commission in Cyprus (License Number: 123/10).

**For further information** about Colmex Pro Limited and our products on our [website](#). You can contact us [support@colmexpro.com](mailto:support@colmexpro.com) for more information. This document was last updated in **January 2025**.

### What is this product?

**Type:** This investment product is a CFD based on forex as the underlying asset class. A CFD is an Over the Counter (“OTC”) leveraged financial instrument and its value is determined based on the value of an underlying asset. The investor makes a profit or a loss on the CFD based on the direction chosen (Buy or Sell) and the direction of the value of the underlying asset. A list of FX pairs available for CFD trading is provided on our [webpage](#) under the section symbol specifications. The CFD is settled in cash only and the investor has no rights whatsoever on the actual underlying asset.

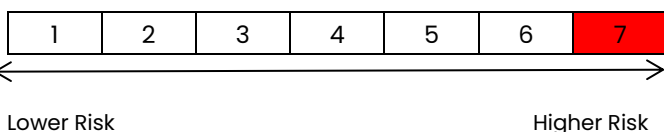
**Term:** CFDs on FX pairs is typically open-ended, meaning there is no fixed maturity date. The contract remains active until the investor decides to close the position or it is closed automatically due to conditions such as reaching a stop-loss level, margin call, or the underlying market’s closure.

**Objectives:** CFDs on FX pairs are leveraged financial instruments designed to enable retail investors to speculate on short-term price movements (whether up or down) of underlying FX pairs, such as AUDUSD, EURUSD, GBPUSD, NZDUSD without actually owning the physical assets. The objective of these products is to provide exposure to FX pairs price changes through a contract with a provider, where the return is determined by the difference between the opening and closing prices, multiplied by the contract size. CFDs are inherently high-risk due to leverage, which amplifies both potential gains and losses, as well as the volatility of FX pairs markets. These products are intended for speculative or hedging purposes rather than long-term investment, and investors must fully understand the risks, costs, and potential for significant losses before engaging in such trades.

**Intended Retail Investor:** CFDs are intended for retail investors who have sufficient knowledge and experienced with, leveraged products and have a full understanding on how the prices of CFDs are derived as well as the key concepts of margin and leverage. It is designed for individuals seeking short-term trading and who are comfortable with high-risk investments. Such investors should have the financial capacity to bear significant losses.

### What are the risks 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 at the price you wanted to due to volatility of the market or you may have to buy or sell your CFD at a price that significantly impacts how much you get back.

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, as this is a leveraged financial derivative and a small movement in the underlying market may have a large impact on the value of the CFD. The CFD products that we offer are not listed on a regulated market and can only be closed with us and not with any other CFD provider. If you fail to maintain an adequate margin deposit to cover any losses, we may close your position without further reference to you. There is no capital protection against market risk, credit risk or liquidity risk.

**Be aware of currency risk – It is possible to buy or sell CFDs in a currency which is different to the base currency of your account. The final return you may get depends on the exchange rate between the two currencies. This risk is not considered in the indicator shown above.** This product does not include any protection from future market performance so you could lose some or all of your investment. If we are not able to pay you what is owed, you could lose your entire investment. However, you may benefit from a consumer protection scheme (see the section ‘what happens if Colmex Pro is unable to pay out’). The indicator shown above does



not consider this protection.

### Performance Scenarios

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.

**What you will get from this product depends on future market performance. Market developments in the future are uncertain and cannot be accurately predicted.**

**The scenarios shown are illustrations based on results from the past and on certain assumptions. Markets could develop very differently in the future.**

CFD on NZDUSD (held intraday)							
NZDUSD opening price:		(P)	0.61670				
Trade size (per CFD):		(TS)	0.3 Lot				
Margin %:		(M)	3.33%				
Leverage:		(L)	1:30				
Margin Requirement (\$):		MR = P x TS x M		\$616.08			
Notional value of the trade (\$):		TN = MR x L		\$18482.40			
BUY/LONG	Closing Price (inc. spread)	Price change	Profit/Loss	SELL/SHORT	Closing price (inc. spread)	Price change	Profit/Loss
Performance Scenario				Performance Scenario			
Favourable	0.635201	3.00%	555.03	Favourable	0.598199	-3.00%	555.03
Moderate	0.6259505	1.50%	277.5	Moderate	0.6074495	-1.50%	277.5
Unfavourable	0.598199	-3.00%	-555.03	Unfavourable	0.635201	3.00%	-555.03
Stress	0.579698	-6.00%	-1110.06	Stress	0.653702	6.00%	-1110.06

\*Note that due to the company's Negative Protection Balance policy, Clients will not lose more than they have deposited.

The scenarios shown illustrate how your investment in CFDs on FX pairs could perform in favourable, moderate, unfavourable and stress conditions. You can compare them with the scenarios of other products. The scenarios presented give a range of possible outcomes and is not an exact indication of what you might get back. What you get will vary depending on how the underlying will develop and how long you keep the 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.

### What happens if Colmex Pro is unable to pay out?

All client money held by the Company are held in segregated bank accounts, separately from the Company's own funds, and safeguarded with reputable and regulated credit institutions in Europe and Third Countries. In the unlikely event that Colmex Pro is unable to pay you out, Retail Clients may contact the Investor Compensation Fund (the Fund). The Fund is a Cyprus statutory fund of the last resort for customers of Cyprus Investment Firms. This means that the Fund can pay compensation up to €20,000 per eligible client, if the Company is unable to fulfill its financial obligations. The actual level of compensation that will be paid out by the ICF will be based on your claim. Further information on the ICF can be found [here](#).

### What are the costs?

The below table portrays an illustration of types of costs that you may encounter along with their meaning:

Types of costs related to trading CFDs		
One-off costs	Spread	The difference between the buy price and the sell price is called the spread. This cost is realised each time you open and close a trade.
	Currency Conversion	Any cash, realised 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	Swap (Financing Fee)	A fee is charged to your account for holding your position open overnight. This means the longer you hold a position, the more it costs. This Overnight Financing may be subject to credit or debit, the rates of which can be found on the trading platform.
Other Costs	Withdrawal Fee	Processing fees for withdrawals may apply and vary depending on the method or provider.

Further information on the Company's costs is available in the "CFDs Contract Specifications" and/or "Other Fees" section.

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

These products are generally used for short term trading on price movements, often intra-day. However, you can choose a different trading strategy as it suits you. There is no recommended holding period, you can cash out the CFD at any point you wish during regular market hours. There is no cancellation period and therefore no penalties or cancellation fees.

### How can I complain?

If you wish to make a complaint, you should submit the [Client Complaint Reporting Form](#) at [complaints@colmexpro.com](mailto:complaints@colmexpro.com). For more information, please see the Company's [Complaints handling procedure](#). If you do not feel that your complaint has been resolved satisfactorily, you may refer your complaint to the Financial Ombudsman of the Republic of Cyprus. See <http://www.financialombudsman.gov.cy> for further information.

### Other relevant information

The Company executes Client orders according to its Best Execution Policy and takes all sufficient steps to obtain, when executing orders, the best possible result for its Clients. However, under certain circumstances i.e., in case there is a time lag between the time you place your order and the moment it is executed, your order may not be executed at the price you expected. The Terms & Conditions as well as all related Policies and other Disclosure Documents of our website contain important information regarding your account. You should ensure that you are familiar with all the terms and policies that apply to your account. This key information document does not contain all information relating to the product. For other information about the product and the legally binding terms and conditions of the product, please refer to the [Legal Documentation list](#) available on the website.

