

## **Key Information Document (“KID”) for CFD on FX**

### **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.

This Key Information Document is effective from 30 January 2018 and shall remain effective until an updated version is released.

### **Product**

**Name of Product:** Contracts for Difference (the “CFDs”) on Foreign Exchange (the “FX”).

**Provider:** Triumph Int. (Cyprus) Limited (the “Company”), a Cyprus Investment Firm (the “CIF”) regulated by the Cyprus Securities and Exchange Commission (the “CySEC”) with licence number 293/16. For more information please visit the Company’s website at [www.triumphfx.com](http://www.triumphfx.com) or call us at 35725030337.

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

### **What is this product?**

#### **Type:**

CFDs on currency pairs are leveraged derivative financial instruments traded Over the Counter (“OTC”) i.e. the trading is concluded outside a regulated exchange or venue and there is no central clearing of transactions; thus the transactions are performed between the client and the Company. The client speculates on the price movement (positive or negative performance) of currency pairs without actually investing in or owning these currencies, by buying and selling contracts i.e. speculate on the rise or fall of currency pairs.

Please note that margin trading requires extra caution, because whilst you can realize large profits if the price moves in your favour, you risk extensive losses if the price moves against you.

#### **Objectives:**

The objective of a CFD on currency pairs is to speculate on the performance of an underlying currency pair without actually owning these currencies. You will achieve profit if your speculation on the performance (positive or negative performance) was correct, with the difference between the opening price and closing price of the underlying asset, or suffer a loss of a portion or all of your trading balance should the underlying asset of the CFD perform against your speculation.

CFDs on FX, have different underlying currency pairs.

**Major Currency Pairs :** The Majors are the most popular currency pairs, formed from such currencies as USD, EUR, JPY, GBP, CAD and CHF.

**Minor Currency Pairs:** The Minors are pairs which mostly consist of currencies where at least one currency is not a currency mentioned in the list of major currencies above.

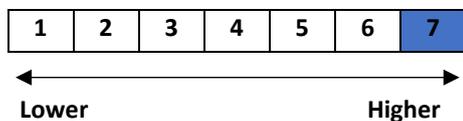
#### **Intended retail client:**

Retail clients with knowledge and/or experience of the characteristics of CFDs and foreign exchange trading including experience in the main market factors that determine currencies fluctuations, the concept, effects and risks of leveraged trading. In addition, clients shall have the ability to understand the risks involved including the risk of losing a portion of or the entire balance of their trading account and/or up to 100% of the amount invested in a trade in a very short amount of time.

Clients that are not willing to bear significant losses should not invest in this product, as this instrument is risky and bear significant amount of risk.

### What are the risks and what could I get in return?

#### Summary Risk Indicator



The risk indicator assumes that the product is speculative and leveraged, and you may lose all your money. The product does not have a maturity date. You may not be able to sell your product easily or you may have to sell at a price that significantly impacts how much you get back in impacts how much you get back in cases of illiquid currency pairs.

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. Trading risks are magnified by leverage – the total loss you may incur may significantly exceed the amount invested in a single trade, up to 100% of your trading balance.

CFDs are leveraged products that due to underlying market movements can generate losses rapidly. There is no capital protection against market risk, credit risk or liquidity risk.

**Be aware of currency risk.** The realized return or losses of a CFD contract denominated in a currency other than your account currency will be in a different currency, so the final outcome will depend by both the performance of the underlying asset and the exchange rate between both currencies. This risk is not considered in the indicator shown above. In some circumstances, you may be required to make further payments to pay for losses such as to cover margin requirements.

In some circumstances, you may be required to make further payments to pay for losses such as to cover margin requirements. The total loss you may incur may significantly exceed the amount invested for the certain product, however, it is noted that under the regulatory framework governing Cyprus Investment Firms, we have ensured a negative balance protection on account basis.

#### Performance Scenarios

The scenarios shown below illustrate how your investment could perform based on previous market data that are considered to be representative for the market conditions, but are not an exact indicator, since CFDs on FX offered by the Company are OTC traded. The scenarios presented are an estimate of future performance based on evidence from the past on how the value of this investment varies; and these are not exact indicators for future performance. What you get will vary depending on how the market performs and how long you hold the CFD.

The table below shows the money you could get back under different scenarios, assuming that you buy 1 CFD on EUR/USD, investment amount is 100 USD at 1.16421USD and your position is closed on the same day. The multiplier used is 50, i.e. notional investment amount = 100 x 50 = 5000 USD. Profit and loss accrues based on percentage change of underlying asset. The position is closed on the same day.

Long Performance Scenario	Open Price	Closing Price	Price Change	Profit / Loss	Equation
<b>Favourable</b>	1.16421	1.17700	1.01%	55	$((1.17700/1.16421)-1)*50*100$
<b>Moderate</b>	1.16421	1.16142	-0.20%	-12.00	$((1.16142/1.16421)-1)*50*100$
<b>Unfavourable</b>	1.16421	1.15142	-1.01%	-55.00	$((1.15142/1.16421)-1)*50*100$
<b>Stress</b>	1.16421	1.10842	-4.80%	-240.00	$((1.10842/1.16421)-1)*50*100$

Costs of execution and other fees are not included in the above figures. The costs of execution must be taken into consideration when planning your trading activity. The figures do not take into account your personal tax situation, which may also affect how much you get back.

### **What happens if the Company is unable to pay out?**

The Company is a member of the Investor Compensation Fund (hereinafter called the “Fund”) which covers non-professional clients as defined in our Investor Compensation Fund Policy [available here](#). The maximum amount of compensation that a covered client can receive by the Fund is €20,000 (Euro Twenty Thousand).

If you require any further information on the Investor Compensation Fund, please [click here](#).

### **What are the costs?**

Before you begin to trade CFDs on currency pairs you should familiarise yourself with all one-of, ongoing, and incidental costs for which you will be liable. These charges will reduce any net profit or increase your losses.

This table shows the different types of cost categories and their meaning.

One-off costs	Spread	The difference between the bid (sell) price and the ask (buy) price. The difference reflects the cost of opening a position. Spread is dependent on many different factors, including but not limited to, the underlying liquidity and volatility, time of day and notional trade size. For example, if the underlying asset EUR/USD is trading at 1.2029, our ask (buy) price might be 1.2030 and the bid (sell) price might be 1.2028. The spread in this example is (ask-sell price) = 2 pips
	Commission	Investors may be subject to other charges relating to the deposit and withdrawal methods, which can be viewed here: <a href="https://www.triumphfx.com/trading/deposit-and-withdrawal">https://www.triumphfx.com/trading/deposit-and-withdrawal</a>
Ongoing costs	Swap fee	The Company reserves the right to charge the Client a swap fee for keeping a position open overnight. This swap fee can be subject to changes in the future. The swap fee for overnight keeping of positions on Wednesday is 3 times the normal swap fee to include the weekend. (Swap fee example)

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

CFDs on currency pairs have no recommended holding period. Provided that the Company is open for trading you can enter and exit positions at any time. The Company shall proceed with the settlement of all trades upon the execution and/or time of expiration of the specific trade.

### **How can I complain?**

For any complaints regarding the services and products offered by Triumph Int. (Cyprus) Ltd email us at [complaints@triumphfx.com](mailto:complaints@triumphfx.com) or by post at Lophitis International Center, 2nd Floor. Corner of Soteri Michaelidi and 28th October Street, CY-3035 Limassol.

If you are not satisfied with our response to your complaint, you may refer your complaint directly to the Financial Ombudsman of Cyprus or CySEC.

### **Other relevant information**

This document is only a high-level summary of this product. In this respect the Key Information Document, shall be read in conjunction with the Company’s Terms and Policies as well as other relevant documents found in the Company’s website. You should ensure that you are familiar with all the terms and policies that apply to your account, as these are stated in the Company’s website. For any information not found in this KID or the [www.triumphfx.com](http://www.triumphfx.com) contact us by e-mail at [support@triumphfx.com](mailto:support@triumphfx.com) or by post at Lophitis International Center, 2nd Floor. Corner of Soteri Michaelidi and 28th October Street, CY-3035 Limassol.