

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 investing in this product and to help you compare it with other products.

YOU ARE ABOUT TO TRADE ON A MARKET THAT IS NOT SIMPLE AND MAY BE DIFFICULT TO UNDERSTAND. THIS PRODUCT MAY NOT BE SUITABLE FOR ALL INVESTORS. PLEASE ENSURE THAT YOU FULLY UNDERSTAND THE RISKS INVOLVED

PRODUCT:

Cryptocurrency

Solaris EMEA Limited

www.axitrader.com/cy

Tel: +357 2503 0933

Regulated by CySEC

29/05/2020

What is this product?

Type: Cryptocurrency rolling contract. This is a 'Contract for Difference' ("CFD"). It allows you an indirect (also described as "synthetic") exposure to an underlying product or financial instrument (in this case crypto). You will have no direct interest in the underlying product/financial instrument.

Accordingly, you can make gains or suffer losses as a result of price or value movements in relation to the underlying product/financial instrument to which you have the indirect exposure.

By Buying or selling the product you are not holding the underlying asset.

Objectives: Allows you to speculate on the price movement of a cryptocurrency over any period for the purpose of speculating or hedging. The spread, movement and exchange rate all determine its profitability.

Intended Retail Investor: Trading in this product will not be appropriate for everyone. Small to large scale investor who wants to speculate. Since this product have a high risk, persons trading this product will have tolerance for high volatility and losses and can understand the impact of and risks associated with the trading.

Terms: CFDs on Cryptocurrency are execution only products. It is up to you to open and close your position, however your position will only be kept open to the extent that you have available margin.

CFDs are not suitable for long-term investments and are intended for short-term, sometimes intraday, trading.

CFD positions generally have no maturity date. It's up to each individual trader to decide the appropriate time to open and close his positions. Nevertheless, failure to deposit additional funds in order to meet margin requirement as a result of negative price movement, may result in the CFD position being auto-closed.

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



⚠ The risk indicator assumes you keep the product for one calendar month, but could equally represent one day. It is based on historical data, and where historical data has not been available on synthetic data. It demonstrates the overall level of risk in comparison to other possible trading opportunities for this market, but is no guarantee on the level of risk that you may encounter. Category 1 is not risk free, it is merely a lower and less volatile market to trade based on historical data which will mean that while you could still lose money, the chance of you losing it quickly or losing more than your initial deposit is greatly reduced.

1= lowest / 2= low / 3= medium-low / 4= medium / 5= medium-high / 6= second-highest / 7= highest risk class.

For this market the risk indicator is set at 7, which is poses a very high risk because:

- It is volatile and is subject to wild swings.
- Spread may widen with reduced liquidity.
- Trading Indices requires regular monitoring.
- You could lose your entire investment.

Be aware of currency risk: If your account currency is different to the profit or loss currency then you will also have additional **currency risk** in trading this product dependent 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 and if the market suddenly jumps in either direction then you could owe additional money if you are classified as a Professional Client rather than a Retail Client.

Performance Scenarios

Example of a Retail Client with \$5,000 in their account trading 1 lot of Bitcoin with a 50% margin requirement (1:2 leverage) - Individual Tax liability is the responsibility of the client:

The below scenarios illustrate potential profit and loss under different scenarios. You can compare them with the scenarios of other products. The scenarios presented are an estimate of future performance based on evidence from the past on how the value of this investment varies. In any case, your profit or loss depends on how the market behaves and how long you hold the CFD. The stress scenario shows what you might get back during extreme market circumstances, when the market is very volatile.

The following assumptions have been used to create the scenarios found in table 1 below:

CFD on a Cryptocurrency (held intraday)		
BTC/USD mini opening price	(P)	\$6,500
Trade size (per CFD):	(TS)	1 LOT (1.00 Units for BTC.m/USD)
Margin %	(M)	50%
Leverage	(L)	1:2
Margin Requirement (\$):	MR = P x TS x M	\$3,250
Notional value of the trade (\$):	TN = MR x L	\$6,500

Table 1:

BUY/LONG Performance Scenario	Closing Price (inc. spread)	Price change	Profit/Loss	SELL/SHORT Performance Scenario	Closing price(inc. spread)	Price change	Profit/Loss
Favourable	7,995	23%	\$1,495	Favourable	5,135	-21%	\$1,365
Moderate	6,240	-4%	\$-260	Moderate	6,435	-1%	\$65
Unfavourable	5,300	-18%	\$-1,170	Unfavourable	7,930	+22%	\$-1,430
Stress	4,615	-29%	\$-1,885	Stress	8,450	+30%	\$-1,950

The figures shown above indicate intraday trading; thus do not include the cost of positions held open overnight. If you have been sold this product by someone else or have a third party advising you about this product, these figures do not include any cost that you pay to them. The figures do not take into consideration personal tax situation, which may affect how much you get back.

What happens if AxiTrader is unable to pay out?

All client money held by the Company is held in segregated bank accounts, separate from the Company's own funds, and safeguarded by highly-rated credit institutions in Europe. The Company performs, on a daily basis, internal and external reconciliations as required by CySEC and prescribed by the rules of MiFID II, for the Company to ensure that it maintains adequate amounts in its client money accounts to cover all client funds.

Should segregation fail, your investment is covered by the Investor Compensation Fund (ICF) which covers non-professional clients as defined in the Investor Compensation Fund Policy. The ICF covers investments up to €20,000 per person.

For more information you can visit the Cyprus Securities and Exchange Commission at <https://www.cysec.gov.cy/>.

What are the costs?

Entry and Exit Costs

The entry and exit costs incurred by you when you open and close a position on this product are determined by the spread and any commission that may be charged.

AxiTrader has two types of trading account:

- a) Where there is no commission and the only costs to you are the spread (the difference between the buying and selling price) and the cost of overnight funding, which can also be a credit.
- b) Or where there is a small commission charge, but the spreads are significantly cheaper.

The typical spread for this product is 1.8 pips, so for every 1 lot traded that would be a 'cost' to you of \$1.8.

Ongoing costs

The cost of overnight financing varies and can be seen on our trading platform before you trade.

Financing varies per product and typically for 1 lot of this product it is a charge of \$2.10 if you are long and credit of \$0.35 if you are short.

These are the only costs to you for investing in this product. However, you will also make or lose money depending on which way you invested (by buying or selling) and which way the market moves.

Financing can have a significant effect on your account balance. As markets close at the end of each day, interest is calculated on open positions held overnight. This interest is either earned or paid, depending on the relative interest rates of the countries of the currencies involved in the trade.

AxiTrader seeks to ensure our rollover rates are exceptionally competitive on both sides of the trade, helping you minimise interest payments and maximise credit earned.

For Retail Clients any open positions you have on your account may be automatically closed if your available funds fall below 20% of the required margin to have those positions open.

Other Costs

The overall price that you may end up paying to trade this product can depend on other factors including the size of the investment, the time you keep it open, the nature of your relationship with AxiTrader, the prevailing market conditions, overnight financing rates and the margin.

Assuming EUR 10,000 investment over 1 year:

AXI TRADER		Cost over time*	
Total Costs	Long: Charge - €300.00	Short: Credit + €55.00	
Impact on return (RIY) per year.	Long: Charge - 3.00%	Short: Credit + 0.50%	

AXI TRADER		Composition of costs (over 1 year*)		
One-off Costs	Entry Cost - Spread	- 0.0082%	The impact of the costs you pay when entering your investment. You could pay more or less depending on the spread at the time (€0.82).	
	Exit Cost - Spread	- 0.0082%	The impact of the costs you pay when entering your investment. You could pay more or less depending on the spread at the time (€0.82).	
Ongoing Costs	Swap (Long)	- 3.00%	- €300.00 pa	
	Swap (Short)	+ 0.50%	+ €55.00 pa	
Incidental Costs	None	0	N/A	
	None	0	N/A	

* Assuming EURUSD rate 1.1000, swap points of -3% for Long and +0.5% for Short and no commission charged.

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

There is no minimum period that you must keep this investment open for and you can open and close it at any time while the market is open 24 hours a day, 5 days a week. You can request a withdrawal of available funds on your account at any time and this will be processed ASAP or the next working day.

How can I complain?

If you wish to make a complaint, please e-mail our compliance team on Compliance.cy@axitrader.com. If you do not feel that your complaint has been resolved satisfactorily, you are able to refer your complaint to the Financial Ombudsman (see <http://www.financialombudsman.gov.cy>).

If you believe you have a reason to make a civil claim against the Company, you should seek your own legal advice straight away. Please do not wait until our investigation process has concluded.

Other relevant information

Further information with regards to this product can be found on our website in our Product Schedule:

Note: Solaris accepts no liability as to the accuracy of information in this document or any losses made by relying on the information contained within it.

Risk Warning:

CFDs are complex instruments and come with a high risk of losing money rapidly due to leverage.

The vast majority of retail investor accounts lose money when trading CFDs.

Liquidation Level

Solaris EMEA Limited, Agios Athanasios 58, El Greco Building, 2nd floor, Office 202, 4102 Limassol, Cyprus
Registered in Cyprus under registered number HE 376148

Tel: + 357 2503 0933 | Toll Free (CY): 8009 8381 www.axitrader.com/cy

Authorised and regulated by the Cyprus Securities and Exchange Commission (CySEC), License Number (to be updated)

**You should consider whether you understand how
CFDs work and whether you can afford to take the
high risk of losing your money.**