

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:

Precious Metals

SolarisEMEA Limited

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Regulated by CySEC

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What is this product?

Type: Precious Metal rolling contract. A contract for difference (“CFD”) is a popular form of derivative trading. The price of the CFD on a Commodity is derived from the price of the respective underlying commodity. CFD trading allows a trader to speculate on rising or falling prices in an underlying commodity.

Even though you will never own the underlying asset, your return or loss depends on movements in the price of the underlying and the size of your position. For any CFD two prices are quoted: (a) the higher price (‘Ask’), at which the investor can buy (‘go long’) and (b) the lower price (‘Bid’), at which the investor can sell (‘go short’). The difference between the two is the spread. The leverage embedded within CFDs has the potential to magnify your profits or losses. Solaris EMEA Ltd offers trading opportunities on a wide range of commodities such as Silver, Gold.

Objectives: Allows you to speculate on the price movement of a precious metal over any period for the purpose of speculating or hedging. The spread, financing and exchange rate movement 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 has 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.

Term: CFDs on Precious Metals 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.

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

Performance Scenarios

Example of a Retail Client with \$10,000 in their account trading 1 lot of XAUUSD with a 5% margin requirement (\$6,377.50) - Individual Tax liability is the responsibility of the client:

Favourable Scenario

Client Buys 1 lot of XAUUSD at 1275.5. Price moves up to 1305.5 so client closed the position and makes $\$100 \times (1305.5 - 1275.5) = \$3,000$.
So the client has made a profit of **30%**.

Moderate Scenario

Client Buys 1 lot of XAUUSD at 1275.5. Price moves down to 1265.5 so client closed the position and loses $\$100 \times (1265.5 - 1275.5) = -\$1,000$.
So the client has made a loss of **10%**.

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 Precious Metals 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.

Unfavourable Scenario

Client Buys 1 lot of XAUUSD at 1275.5. Price moves down to 1245.5 so client closed the position and loses $\$100 \times (1245.5 - 1275.5) = -\$3,000$.
So, the client has made a loss of **30%**.

Stress Scenario

Client Buys 1 lot of XAUUSD at 1275.5. Price moves down to 1215.5 so client closed the position and loses $\$100 \times (1215.5 - 1275.5) = -\$6,000$.
So, the client has made a loss of **60%**.

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 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 0.20, so for every 1 lot traded that would be a 'cost' to you of approximately \$20. Or if you are paying commission the spread would be typically 0.05 which is \$5 plus a commission of \$7 (or less) making a total of \$12 or less.

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 \$2.65 if you are long and credit of \$0.80 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.

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 - \$75.27	Short: Credit + \$22.90	
Impact on return (RIY) per year.	Long: Charge - 0.75%	Short: Credit + 0.23%	

AXI TRADER		Composition of costs (over 1 year*)		
One-off Costs	Entry Cost – Spread	0.013%	The impact of the costs you pay when entering your investment. You could pay more or less depending on the spread at the time (€1.25).	
	Exit Cost - Spread	- 0.013%	The impact of the costs you pay when entering your investment. You could pay more or less depending on the spread at the time (€1.25).	
Ongoing Costs	Swap (Long)	- 0.75%	- \$75.27 pa	
	Swap (Short)	+ 0.23%	+ \$22.90 pa	
Incidental Costs	None	0	N/A	
	None	0	N/A	

* Assuming EURUSD rate 1.1000, swap points of -2.65 pips for Long and +0.80 pips for Short and no commission charged.

Liquidation Level

For Retail Clients any open positions you have on your account may be automatically closed if your available funds fall below 50% of the required margin to have those positions open.

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.

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