



## Key Information Document – CFD Forex

### Objective:

This document provides you with key information about this investment product. This document should not be understood as marketing material or investment advice. The provision of this information is required by law in order to assist you in understanding the nature of the risks, costs, potential profits and losses and to assist you in comparing this financial product with other products.

### Product:

**Product name:** Contracts for Difference ("CFDs") – currency pairs ("Forex")

**Distributor:** Brokerage Company CAPITAL MARKETS, o.c.p., a.s. (hereinafter referred to as the „Brokerage Company“), with its registered office at Slávičie údolie 106, Bratislava – Staré mesto, 811 02 Bratislava, registered in the Business Register of the City Court Bratislava III, Section Sa, Insert No.: 4295/B, ID No.: 36 853 054, TIN: 2022505419.

**Website:** [www.investingfox.com](http://www.investingfox.com)

**Date of last revision of this document:** July 2025

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

### What is the product?

#### Type

The forex market is the largest and most liquid market in the world. Forex is also known as FX or foreign exchange or currency trading. Forex is a decentralized global market where all the world's currencies are traded.

### Example

If an investor has opened a Long position (e.g. EUR/USD) and the price of the underlying asset rises, the value of the CFD will increase - when the position is closed, the Brokerage Company will pay the difference between the contract's closing value and the contract's opening value. On the contrary, if the investor opens a Short position and the price of the underlying asset increases, the value of the CFD will increase - on closing the position the investor will pay the Brokerage Company the difference between the closing value of the contract and the opening value of the contract. Leverage in Forex CFDs has the effect of magnifying both profits and losses.

### Objectives

The objective of trading CFDs on Forex is to speculate on the price fluctuations (in the short term) of the underlying asset by gaining indirect exposure. Your profit depends on the price fluctuations of the underlying asset and the size of your investment. The first currency listed in an FX pair is called the base currency and the second currency is called the quote currency (each currency pair is listed as a three-letter code). The value of the FX pair represents the price of one unit of the base currency in the quoted currency. If the base currency rises against the quoted currency, then one unit of the base currency will be worth more units of the quoted currency and the price of the FX pair will increase. If the base currency weakens, the value of the pair will decrease.

FX	Type	Leverage effect	Lot position volume	Initial margin	Opening price	Closing price	Change in %	Spread	Swap*	Net profit	Currency
EURUSD	BUY	1:30	1	4031.43	1.20943	1.21285	0.28%	32.00	39.04	302.96	USD
EURUSD	SELL	1:30	0.1	403.14	1.20943	1.22785	1.52%	3.20	3.29	-187.49	USD
AUDJPY	BUY	1:20	1	3867.19	84.382	85.268	1.05%	45.60	22.43	785.56	USD
AUDJPY	SELL	1:20	0.1	386.72	84.382	86.756	2.81%	4.56	2.32	-214.18	USD

1. Trade - For the first trade in the table, the gross profit is \$374, the total cost of the trade was \$71.04, and therefore the net profit is \$302.96. The trade costs thus reduced the investment by 18.99%.

2. Trade - For the second trade in the table, the gross profit is -\$181, the total cost of the trade was \$6.49, and therefore the net profit is -\$187.49. The trade costs thus reduced the investment by 3.59%.

3. Trade - For the third trade in the table, the gross profit is \$853.59, the total cost of the trade was \$68.03, and therefore the net profit is \$785.56. The trade costs thus reduced the investment by 7.97%.

4. Trade - For the fourth trade in the table, the gross profit is -207.30 USD, the total cost of the trade was 6.88 USD, and therefore the net profit is -214.18 USD. The cost of the trade reduced the investment by 3.32%.

\* Example above: The position was held for one (1) night.

The tax laws of the retail investor's home Member State may affect the amount actually paid.

When the free margin drops due to price fluctuation in the opposite direction of the investor's open positions, the investor must either fund the account to maintain the margin level above the stop-out level (automatic systemic closing of the position), which is at 50% of the free margin, or close the open positions to avoid automatic closing of the open positions. Notification of a Margin Call will be made via a durable medium when the margin level falls below 100%. If the underlying asset is delisted from the Stock Exchange, a position that is open on these shares will be automatically



[www.investingfox.com](http://www.investingfox.com)

InvestingFox is a trade name of the company CAPITAL MARKETS, o.c.p., a.s. with its registered office at Slávičie údolie 106, Bratislava – Staré Mesto city district, 811 02 Bratislava. The company is registered in the Commercial Register of the Municipal Court of Bratislava III, Section: Sa, Insert No.: 4295/B, Registration number (IČO): 36 853 054, Tax ID Number (DIČ): 2022505419.



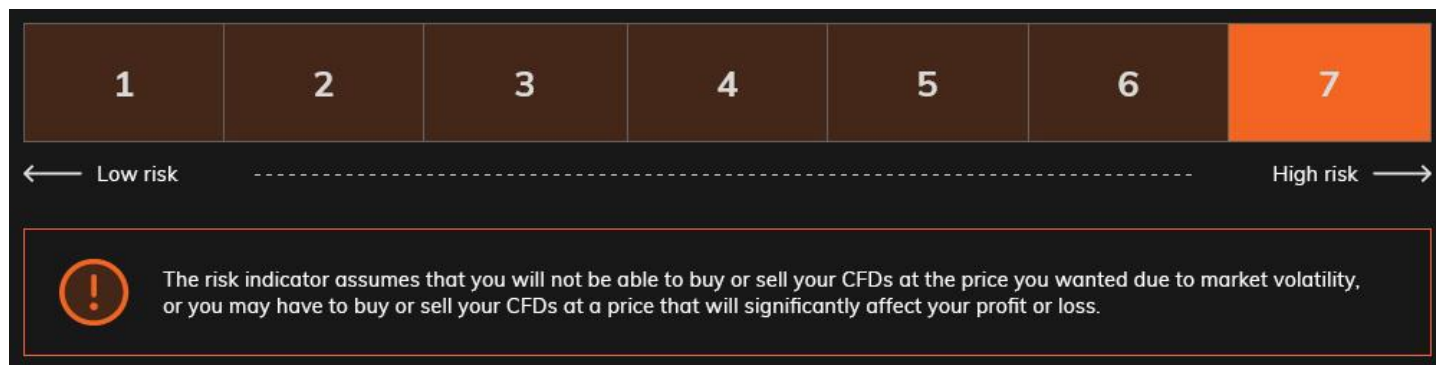
closed at the last available trading price. You should familiarise yourself with all costs and fees associated with trading prior to trading. These fees will reduce any net profit or increase your losses.

The Brokerage Company reserves the right to unilaterally close any position if it considers that the terms and conditions of the contract have been breached.

### Target investor

This product is available for investors who have knowledge of the financial markets and are expected to have had experience with leveraged trading in the past. Investors are expected to understand how Forex CFD prices are derived, the key concepts of margin and how leverage works. In addition, they must understand that leveraged trading can cause the loss of all invested capital and be able to bear losses.

### Risk indicator



The risk indicator can show you the risk associated with these products compared to other products. It is an indicator of how product movement can lead to financial loss for the investor. The risk indicator has been set to the highest level. The rate indicates the potential losses from future product performance. CFDs on Forex are leveraged and risky products that can cause losses. Losses cannot exceed the amount invested (negative balance protection), but you may lose all your invested capital. There is no capital protection against market risk, credit risk and/or liquidity risk.

### Currency risks

CFDs on Forex can be bought or sold in a currency other than the currency of your account. The final amount you may receive depends on the exchange rate between the two currencies.

### Performance scenarios

The scenarios below are a demonstration of how an investment might develop, allowing you to compare the different products and their scenarios to determine which product is better for you. The scenarios presented are an indication of possible future performance based on past performance and are not an accurate indicator.

The outcome will be based on the performance of the market and how long you hold a particular CFD. The stress scenario indicates a possible outcome under extreme market circumstances. **The future development of the market cannot be accurately predicted. The below scenarios are only an indication of some possible outcomes based on recent results.**

### Scenario

Forex: EUR/USD	
Opening price: P	1.1975
Trade size (by CFD): TS	5
Margin %: M	3.3 %
Contract size: K	100,000
Margin requirement (€): $MR = P \times TS \times M \times K$	16,500
Trade notional value (€): $TN = MR / M$	500,000

Table 1

BUY Performance Scenario	Closing price (including spread)	Price change	Profit/loss Gross *	SELL Performance Scenario	Closing price (including spread)	Price change	Profit/loss Gross
Favorable	1.2154	1.5%	8,950 \$	Favorable	1.1796	1.50%	8,950 \$
Moderate	1.2064	0.75%	4,450 \$	Moderate	1.2064	0.75%	4,450 \$
Unfavorable	1.1796	-1.5%	8,950 \$	Unfavorable	1.2154	-1.50%	8,950 \$
Stress	1.1377	-5%	29,900 \$	Stress	1.2573	5%	29,900 \$



#### **What happens if the Brokerage Company is unable to pay the amount requested?**

The Brokerage Company separates all funds of its clients from its own funds in various bank accounts in accordance with section 71h of Act No. 566/2001 on securities and investment services. In addition, the Brokerage Company contributes to the Investment Guarantee Fund (GFI). The purpose of the GFI is to secure the claims of covered clients by paying compensation in cases under the Securities Act. The total amount of compensation payable to each covered client of the Brokerage Company is up to a maximum of EUR 50,000. For more information, please visit [www.garancnyfond.sk/](http://www.garancnyfond.sk/).

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

<b>One-off entry or exit costs</b>	<b>Spread</b>	The difference between the sell price and the buy price.
	<b>Minimum commission</b>	Minimum fee charged for the service related to the execution of the transaction (relates ONLY to shares).
<b>Running costs</b>	<b>Swap</b>	If you hold an open buy or sell position after the market closes, you will be subject to a swap fee.

\* For more information, please visit [www.investingfox.com](http://www.investingfox.com)

#### **How long should I keep the product, and can I withdraw the money sooner?**

CFDs on Forex do not have a recommended holding period. Assuming the markets are available for trading an investor can buy and/or sell CFDs on Forex at any time. Please refer to the trading hours of the financial instruments at [www.investingfox.com](http://www.investingfox.com).

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

If you, as a client or potential client of CAPITAL MARKETS, o.c.p., a.s., wish to file a complaint, you may do so by sending an e-mail to the Brokerage Company's e-mail address [info@capitalmarkets.sk](mailto:info@capitalmarkets.sk) or by sending correspondence to the following address CAPITAL MARKETS, o.c.p., a.s., Slávičie údolie 106, Bratislava – Staré mesto, 811 02 Bratislava.

If the entity that sells you a service of CAPITAL MARKETS, o.c.p., a.s. or provides financial intermediation or investment advice is not the Brokerage Company directly, please contact this entity directly in accordance with the current complaints procedure available on the Brokerage Company's website [www.capitalmarkets.sk/o-nas/licencie-a-regulacie/](http://www.capitalmarkets.sk/o-nas/licencie-a-regulacie/) or [www.investingfox.com](http://www.investingfox.com).

If you are not satisfied with the response to your complaint, you can complain directly to the NBS regulator. For contact details and further information, please visit [www.nbs.sk/sk/o-narodnej-banke/kontakty](http://www.nbs.sk/sk/o-narodnej-banke/kontakty).

#### **Other relevant information**

All relevant documents containing detailed product information, including information on product features and fees, such as General Terms and Conditions, Pre-Sales Information, Price List etc. can be found at [www.capitalmarkets.sk](http://www.capitalmarkets.sk) or [www.investingfox.sk](http://www.investingfox.sk).