KEY INFORMATION DOCUMENT – CFD FUTURES

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, costs, risks and rewards of this product and to help you compare it with other products.

PRODUCT

This product is offered by Fidus Investments Cyprus Limited, ("Fidus", "we" or "us"), which is authorized and regulated by the Cyprus Securities and Exchange Commission.

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ALERT

You are about to trade a complex product and may be difficult to understand.

WHAT IS THIS PRODUCT?

This is a 'Contract for Difference' ("CFD"). It allows you an indirect (also described as "synthetic") exposure to an underlying product or financial instrument (for example, to a security, commodity or index). 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 or financial instrument to which you have the indirect exposure.

OBJECTIVES

The objective of trading a CFD is to gain exposure to movements related to a financial product, benchmark or instrument without owning it. Your return depends on the size of the performance (or movement) of the underlying instrument and the size of your position.

For example, if you believe the value of a Commodity, FX-pair, Bond or an Equity Index is going to increase, you would buy a number of CFDs ("going long"), with the intention to later sell them when they are at a higher value. The difference between the buy price and your subsequent sell price would equate to your profit, minus any relevant costs (detailed below). If you think the value of an index is going to decrease, you would sell a number of CFDs ("going short") at a specific value, expecting to later buy them back at a lower value than you previously agreed to sell them for, resulting in profiting from the difference between the selling price and the buying price, minus any relevant costs (detailed below). However, if the underlying instrument moves in the opposite direction, and your position is closed, you would incur the amount of loss together with any costs.

This product is commonly traded on margin. Margin refers to the use of a small amount of capital to support an investment of a larger exposure. Please note that margin trading requires extra caution, because you risk extensive losses if the price moves against you.

INTENDED RETAIL INVESTOR

Trading in this product will not be appropriate for everyone. The product would most commonly be utilized by persons who want to generally gain short term exposures to financial instruments/markets; are using (trading with) money which they can afford to lose; have a diversified investment and savings portfolio; have a high-risk tolerance; and understand the impact of and risks associated with margin trading.

TERM

CFDs on Futures will expire each month and will be cash settled on the expiry date of the underlying future. Front month (current contract) and back month (following contract) will be offered to enable clients to manually roll positions from one contract to the next. The specific expiry date and time for individual CFDs on Futures can be found in the trading platforms.

WHAT ARE THE RISKS AND WHAT COULD I GET IN RETURN?

RISK INDICATOR

1	2	3	4	5	6	**7**

LOWER RISK ← → HIGHER RISK

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. Be aware of currency risk. You may receive payments in a different currency, so the final return you will get depend on the exchange rate between the two 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. Trading risks are magnified by leverage – the total loss you may incur may significantly exceed the amount invested. Values may fluctuate significantly in times of high volatility or market/economic uncertainty; such swings are even more significant if your positions are leveraged and may also adversely affect your position. As a result, Margin calls may be made quickly or frequently, and in the event of default, your positions may be closed out. Trade only after you have acknowledged and accepted the risks. You should carefully consider whether trading in leveraged products is appropriate for you.

PERFORMANCE SCENARIOS

There are a number of types of trading risk, including leverage risk, which you should be aware of before beginning to trade. Information on factors that affect the performance of this product are detailed here - including but not limited to;

Leverage risk

Risk of unlimited loss

Margin risk

Foreign exchange risk

Market risk

Unregulated market risk

Market disruption risk

Counterparty risk

Online trading platform and IT risk

Conflicts of interest

WHAT HAPPENS IF FIDUS IS UNABLE TO PAY OUT?

If Fidus is unable to meet its financial obligations to you, you may lose the value of your balance. However, we segregate all retail client funds from our own money in accordance with our regulatory requirements. Fidus also participates in the Investor Compensation Fund ('ICF'), which covers eligible investments up to 20,000 Euro per person, per firm. More information can be found in the 'Investor Compensation Fund Policy'

WHAT ARE THE COSTS?

Before you begin to trade CFDs on Futures you should familiarize yourself with all one-off, ongoing, and incidental costs for which you will be liable. These charges will reduce any net profit or increase your losses. For more information please contact our Trading Desk at: trading@fidusinvestments.eu

THIS TABLE ILLUSTRATES THE DIFFERENT TYPES OF COSTS FOR CFDS ON FUTURES		
One-off costs	Spread	The difference between the Bid (Sell) and the Ask (Buy) price is called the spread.
	Commission	The fee charged for the service of carrying out the transaction.
	Currency Conversion Fee	The fee charged for converting realized profit/loss from the instrument currency to the account currency.
Ongoing costs	Carrying Costs	If you hold a position in Expiring CFDs overnight, you are subject to a carrying cost. The carrying cost is calculated on the basis of the daily margin requirement and applied when a position is held overnight.
Incidental costs	–	–

HOW LONG SHOULD I HOLD IT AND CAN I TAKE MONEY OUT EARLY?

CFDs on Futures have ***<u>no recommended holding period</u>***. Provided that Fidus is open for trading you can enter and exit positions at any time. However, CFDs on Futures will expire each month and will be cash settled on the expiry date of the underlying future.

HOW CAN I COMPLAIN?

If you as a client or a prospective client of Fidus have raised a question or an issue for instance with your account manager or another employee of Fidus without receiving a satisfactory answer you may file a complaint with Fidus as per below. If you wish to make a complaint, you can submit it by email to **compliance@fidusinvestments.eu**

For more details please see our ‘Complaints Handling Procedure’. If you are not satisfied with our final response to your complaint, then you can contact the Financial Ombudsman of the Republic of Cyprus.