

## Key Information Document ("KID") - CFD on COFFE

### **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.

### **Product:**

The CFD on COMMODITES is offered by A.N. All New Investment LTD (the "Company"), a Cypriot Investment Firm regulated by the Cyprus Securities and Exchange Commission (CySEC) with licence number 344/17. Website: [www.legacyFX.com](http://www.legacyFX.com) Email: [support@legacyfx.com](mailto:support@legacyfx.com) Phone No.: +35725030673

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

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

#### **Type:**

This Product is a financial instrument of the following category: CFD on Commodities

The commodities we currently offer CFDs on are found at <https://www.legacyfx.com/trading-conditions>

#### **Objectives:**

This Product creates a leveraged exposure to the movement of the value of the underlying asset (i.e. COFFE).

Its return is mainly affected by the price and volatility of the underlying asset, the extent of leverage used by the investor and the associated costs of the trade. The price of the underlying asset is driven by demand and supply which is greatly affected by various factors such as important political events (e.g. elections, referendums, etc), central bank announcements, economic and geopolitical developments and investors' behaviour.

Positions on this Product can be opened and closed 24 hours a day from Sunday 22:05 GMT to Friday 21:50 GMT.

This Product does NOT have a minimum holding period.

Failure to deposit additional funds in order to meet the margin requirement as a result of negative price movement may result in the CFD being auto-closed.

#### **Intended Investor:**

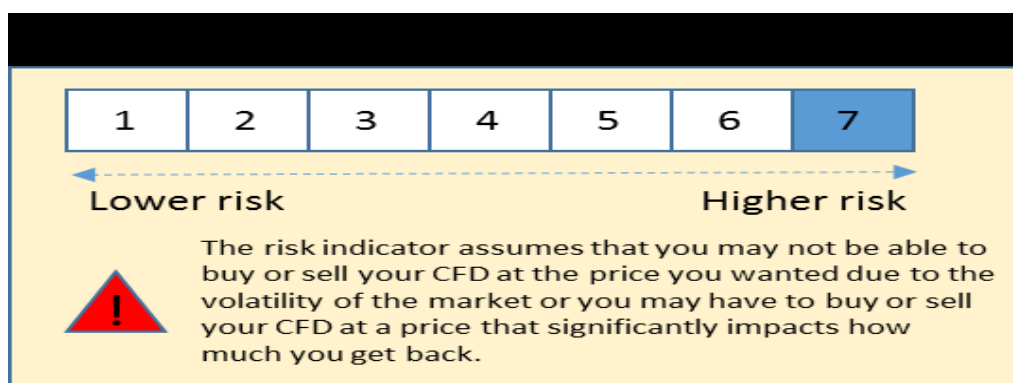
Trading these products will not be appropriate for everyone. We would normally expect these products to be used by persons who are (1) a Retail Client; or (2) an Elective Professional Client who:

- i. Have relevant knowledge and/or experience to understand the characteristics of CFDs and risks associated with trading on margin, previous trading experience in CFDs and/or other derivative instruments traded with margin, on an execution-only basis (over the last 3 years); and/or a

professional qualification and/or work experience that is relevant to trading in OTC leveraged financial instruments (over the last 3 years);

- ii. Have ability to bear 100% loss of all funds invested;
- iii. Have a high-risk tolerance;
- iv. Intend to use the product for short-term investment, speculative trading, portfolio diversification and/or hedging of exposure of an underlying asset.

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



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.

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. Trade only after you have acknowledged and accepted the risks. You should carefully consider whether trading in leveraged products is appropriate for you.

**Be aware of currency risk.** The realized return of a CFD contract denominated in a currency other than your account currency is affected 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.

### **Performance scenarios**

The scenarios shown in table 2 indicate how your investment could perform based on historical data. The performance scenarios are estimations of future performance based on past data of the product. This is NOT an exact indicator, performance may vary depending on how the market performs and how long you hold the CFD. The stress scenario illustrates an extreme unfavourable scenario based on historical data. Maximum loss would be the loss of the entire investment. Performance results are net of all product costs, yet it does not account for personal taxation costs.

The performance and risks associated with this product depend on a number of factors some of which are determined by the client such as account leverage, utilization leverage and holding period. This performance scenario assumes you only have one position open and does not take into account the negative or positive cumulative balance you may have if you have multiple open positions with us.

The assumptions used in the performance analysis are described below:

CFD on COFFE		Table 1
Investment	€ 1,000	
Holding Period	1 Day	
National Trade Value	€ 50,000	
Leverage	50	
Margin Requirement	€ 1,000	
Margin Used	€ 1,000	

**\*\*Client fully utilizes available margin on trading platform**

Scenarios				Table 2			
LONG Performance Senario	Closing price (inc Spread)	Price Change	Profit /Loss	SHORT Performance Senario	Closing price (inc Spread)	Price Change	Profit /Loss
Favourable	1596.73	60.00%	596.73	Favourable	2112.29	111.00%	1112.29
Moderate	695.21	-30.00%	-304.79	Moderate	767.05	-23.00%	-232.95
Unfavourable	449.33	-55.00%	-550.67	Unfavourable	449.33	-55.00%	-550.67
Stress	470.58	-53.00%	-529.42	Stress	429.52	-57.00%	-570.48

**\*\*The above performance scenarios have been calculated using the methodology provided by ESMA**

### 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 nonprofessional clients as defined in the Investor Compensation Fund policy in circumstances when the Company is either unable to return to its covered clients funds owed to them and/or unable to return financial instruments to the covered clients which the Company holds or controls in its accounts on behalf of the clients. The maximum amount of compensation that a covered client can receive by the Fund is €20,000 (Euro Twenty Thousand).

### What are the costs?

The principle cost or commission of trading CFDs is incorporated in what is known as the Spread, which is the difference between the sell and buy price. The Spread is fixed and can be viewed, along with other specific product information, in the Market Information Sheets which can be found here <https://www.legacyfx.com/trading-conditions>

### How can I complain?

For any complaints regarding the content and/or related to this KID email us at [complaints@legacyfx.com](mailto:complaints@legacyfx.com) or by post at **Q Tower, 5th floor, Ioanni Kondylaki 47, 6042, Larnaca, Cyprus.**

### Other relevant information

For any information not found in this KID or the Company's website at [www.legacyfx.com](http://www.legacyfx.com) contact us by e-mail at [support@legacyfx.com](mailto:support@legacyfx.com)