

Key Information Document – Stock CFDs

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

Product Name: Stock CFDs (Contracts for Difference).

Product manufacturer: Triple A Experts (AAAFx), authorised and regulated by the Hellenic Capital Market Commission, registration no. 2/540/17.2.2010.

Further information: You can find more information about AAAFx's in our glossary. We encourage you to visit our website www.aaafx.com. AAAFx's customer support team is available via phone, email or Live chat at: www.aaafx.com/contact

Risk Warning

Our service includes products that are traded on margin and carry a risk of losing all of your invested capital. The products may not be suitable for all investors. Please ensure that you fully understand the risks involved.

What is this product?

Type

This Product is a financial instrument of the following category: CFD on stocks. This document relates to products known as 'contracts for difference', which are also known as CFDs. A CFD allows you to obtain an indirect exposure to an underlying asset such as a security, stock, commodity or index. This means you will never own the underlying asset, but you will make gains or suffer losses as a result of price movements in the underlying asset to which you have the indirect exposure. You have the choice to buy (or go "long") the CFD to benefit from rising stock prices; or to sell (or go "short") the CFD to benefit from falling stock prices. The price of the CFD is derived from the price of the underlying stock price. For instance, if an investor is long on a Company CFD and the price of the underlying stock rises, the value of the CFD will increase - at the end of the contract AAAFx will pay the difference between the closing value of the contract and the opening value of the contract. Conversely, if an investor is long and the price of the underlying stock falls, the value of the CFD will decrease - at the end of the contract they will pay AAAFx the difference between the closing value of the contract and the opening value of the contract. The leverage embedded within all CFDs has the effect of magnifying both profits and losses.

There are many types of CFD's. This document provides key information on Stock CFDs where the underlying investment option that you choose is a stock such as the Apple Inc, Tesla Motors Inc, Microsoft Corp etc.

You can visit www.aaafx.com/glossary for information on the underlying assets available to trade at AAAFx.

Objectives

The objective of the CFD is to allow an investor to gain leveraged exposure to the movement in the value of the underlying stock (whether up or down), without actually needing to buy or sell the underlying stock. The exposure is leveraged since the CFD only requires a small proportion of the notional value of the contract to be put down upfront as initial margin and is one of the key features of trading CFDs. By way of example, if you enter into a Buy trade for a CFD on Facebook when the underlying price of Facebook is USD 150.00, we will ask you to place a margin with us to enable you to trade. If the margin is say 1:5, this means that as a minimum you will need to place

USD 30.00 with us. If the price of Facebook goes to USD 160.00, you will profit USD 10.00, minus any relevant costs (see details below). If it reduces to USD 145.00, you will lose USD 5.00, plus any relevant costs. Depending on whether we apply any notifications when your account is close to margin calls, we may ask you for more money to ensure your trade / position remains open, otherwise we may be forced to close your position.

Execution Model

No Dealing Desk

For all live accounts AAAFx offers Stock CFDs trading via a straight through processing or No Dealing Desk (NDD) execution model, in this model, AAAFx's platforms display prices on an "as is" basis, i.e. as received from AAAFx's market data provider, and will include information that is available in a specific exchange. AAAFx does not act as a market maker in Stock CFDs instrument.

Intended Retail Investor

Trading these products will not be appropriate for everyone. We would normally expect these products to be used by persons who:

- (i) Have a high risk tolerance;
- (ii) Are trading with money they can afford to lose;
- (iii) Have experience with, and are comfortable trading on, financial markets and, separately, understand the impact of and risks associated with margin trading;
- (iv) Understand the risk/reward profile of the product compared to traditional stock dealing, and desire short-term, high-risk exposure to an underlying asset, and have a diversified investment and savings portfolio.

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

Risk Indicator



The summary risk indicator is a guide to the level of risk of these products 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 these products as 7 out of 7, which is the highest risk class.

CFD trading requires you to maintain a certain level of funds in your account to keep your positions open. This is called margin. You will be able to open a position by depositing only a small portion of the notional value of the position, creating a leveraged position. Leverage can significantly magnify your gains and losses as products that are traded on margin are carrying a high risk.

Margin can be thought of as a good faith deposit required to maintain open positions. This is not a fee or a transaction cost, it is simply a portion of your account equity set aside and allocated as a margin deposit. Margin

requirements are determined by taking a percentage of the notional trade size plus (if deemed necessary by us) a small cushion. A cushion is added to help alleviate daily/weekly fluctuations.

AAAFx's Margin Requirements are updated when it is deemed necessary and can be increased temporarily to mitigate risks prior to major market events or in increasingly volatile markets. Current margin requirements can be found in www.aaafx.com/glossary

Margin Call's will occur when the equity of the account falls below the required margin. Margin Call level (equity/used Margin) is 100%. When that level descends to 70%, AAAFx will liquidate positions (stop out). AAAFx processes all liquidations automatically.

AAAFx aims to provide clients with the best execution available and to get all orders filled at the requested rate. However, there are times when, due to an increase in volatility or volume, orders may be subject to slippage. Slippage most commonly occurs during fundamental news events or periods of limited liquidity. During periods such as these, quantity demanded, and specific order instructions can have an impact on the overall execution you receive.

AAAFx's stock CFDs prices are displayed on an "as is" basis, i.e. as received from AAAFx's market data provider, and will include information that is available in a specific exchange. In this context, the prices of a specific underlying security that are displayed may be different from the prices of the same security in other exchanges or markets where the same security may be admitted. Therefore, there may be differences between the prices displayed in AAAFx's market data and the prices applied to the Stock CFD transactions and the valuation of open positions, if the relevant Liquidity Provider has a different source of market data that is based on information coming from other exchanges. CFD contracts can be closed only through AAAFx, and are not transferable to any other provider. If you have multiple positions your risk is cumulative and not limited to one position.

CFDs on Stocks can be generally affected by:

- A corporate action being applied on the underlying instrument. In such case, AAAFx reserves the right to perform any necessary adjustment to the value and/or the size of the position held on the CFD, aiming to neutralize the economic effect of the corporate action on the CFD price.
- Dividend distribution issued by the issuer of the underlying shares in a CFD – In such case cash adjustment, positive or negative depending on the direction of your trade, are applied in order to neutralize the economic effect that may affect the price of the underlying Stock on the ex-dividend date.
- Delisting from the relevant exchange the underlying share is tradable. In such cases, AAAFx reserves the right to proceed to closure of your positions.

Performance Scenarios

This key information document is not specific to a particular product. It applies to a CFD on any stock that we offer on our platform. However, each CFD you enter into with us is specific to you and your choices. You will be responsible for choosing the underlying stock; when you open and close your position; the size of your position (and therefore the margin required subject to margin limits for Stock CFDs for Retail clients); and whether to use any risk management tools we offer such as stop loss orders.

The table below shows the money you could potentially profit or lose under different scenarios. Each of the performance scenarios is based on an account with only one open position. However, each scenario will also be impacted by any other open position(s) you have with AAAFx. These underlying stocks offered for each CFD will have a material impact on the risk and return of your investment.

For the purpose of this exercise the following assumptions have been used to create the scenarios in Table 1:

Stock CFD (held intraday)		
Stock opening price (US share):	P	50\$
Trade size (no of CFDs):	TS	150
Margin %:	M	20%
Margin Requirement (\$):	MR = P x TS x M	\$1500
Notional value of the trade (\$):	TN = MR/M	\$7500

Table 1

Long Position Performance Scenario	Closing Price	Price Change (%)	Profit/Loss (minus 0.15% commission per round turn)	Short Position Performance Scenario	Closing Price	Price Shange	Profit/Loss (minus 0.15% commission per round turn)
Favorable	50.75	1.50%	\$101.25	Favorable	49.25	-1.50%	\$101.25
Moderate	50.25	0.50%	\$26.25	Moderate	49.75	-0.50%	\$26.25
Unfavorable	49.25	-1.50%	(\$123.75)	Unfavorable	50.75	1.50%	(\$123.75)
Stress	47.5	-5.00%	(\$386.25)	Stress	52.5	5.00%	(\$386.25)

The figures shown include all the costs of the product itself. 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 account your personal tax situation, which may also affect how much you get back. Trading Commissions are indicative.

What happens if AAAFx is unable to pay out?

If AAAFx is unable to meet its financial obligations to you, this could cause you to lose the value of any position’s you have with AAAFx. AAAFx segregates your funds from its own money in accordance with the HCMC’s Client Asset rules. Should segregation fail, your investment is covered by the Greek Investors Compensation Scheme which covers eligible investments up to 30,000€ per person,per firm.

What are the costs?

Trading a Stock CFD incurs the following costs:

This table shows the different types of cost categories and their meaning		
One-off entry and exit costs	Spread	The difference between the buy price and the sell price is called the spread. This cost is realized each time you open and close a trade. For this product, market spread only is paid and not AAAFx spread as AAAFx does not mark up the Stock CFDs spreads.

	Currency conversion	Any cash, realized profit and losses, adjustments, fees and charges that are denominated in a currency other than the base currency of your account, will be converted to the base currency of your account and a currency conversion fee will be charged to your account.
	Commission	You will be charged a trading commission on each trade. More information can be found in the AAAFx website.
Ongoing costs	Daily holding charge	A fee is charged to your account for every night that your position is held. This means the longer you hold a position, the more it costs.
	Borrow charge	For short positions only, a borrow fee is charged to your account for every night that your position is held. This means the longer you hold a position, the more it costs.

How can I make a trade inquiry or complaint?

If you wish to submit a trade audit you can contact our customer support and submit an audit form

Other relevant information

You should ensure that you read the terms of service, order execution policy and risk warning notice displayed in the legal section of our website, at the AAAFx Terms Of Service page.