HYCM Ltd
Costs and Charges

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1 SCOPE OF DOCUMENT

In accordance with applicable Law, HYCM Ltd. put together some examples based on different performance scenarios, which illustrate, among others, a breakdown of the applicable costs and the effect of such costs on both (i) the investment, and (ii) the P/L generated. It shall always by noted that the total costs might increase or decrease proportionate to the actual trading sizes and volumes.

2 COST ASSOCIATED TO CFDS TRADING

2.1 CURRENCY CFDS

2.1.1 Applicable costs and charges

Spread

A spread is the difference between the Sell ("Bid") price and the Buy ("Ask") price of an asset and is considered as the cost for opening a trade. The minimum spread per instrument is detailed on HYCM's website but each client may have different spread according to the client's history, volume, activities or certain promotions.

Overnight Financing

HYCM applies Overnight Financing for deals that remain open at the end of their underlying asset's daily trading session. This Overnight Financing may be subject to credit or debit, calculated on the basis of the quoted currency/ies' interest rates for the currencies in which the underlying instrument is traded.

If the calculated Overnight Financing percentage is positive, it means that an applicable amount will be added (credited) to the client's account. A negative Overnight Financing percentage means that an applicable amount will be subtracted (debited) from the client's account. If the CFD's quoted currency differs from the account's currency, it will be converted to the account's currency at the then prevailing exchange rates.

Formula for Currencies Overnight Financing for each rolling trade per day

- For Buy (Long Positions): **∑ (long swap rate %) / 360) x Deal Amount x Daily Close Rate**
- For Sell (Short Positions): **∑ (short swap rate %) / 360) x Deal Amount x Daily Close Rate**

As Overnight Financing calculation is based on daily variables such as the Closing Rate and the Interest Rate, every run can get different values. As a result, to calculate all the Overnight Financing for a specific position, it is required to sum all the Overnight Financing daily occurrences of the position. Deal Amount is expressed in the base asset units and Overnight Financing Market Rate is the last known rate if you were to close your deal when the Overnight Financing occurred

If the calculated *Overnight Financing* is *positive*, it means that an applicable amount will be added (credited) to the client's account. It will reduce the total cost of the deal. When an Overnight Financing is negative then that means that an applicable amount will be subtracted (debited) from the client's account, thus increasing the total cost of the deal. If the CFD's quoted currency differs from the account's currency, it will be converted to the account's currency at the prevailing exchange rates.

Slippage

The instance where Pending Orders of the Client is being filled or instant Buy/Sell request of the Client being executed at the current market price which is different than the client requested price. Clients can experience their pending orders being filled or instant trades being executed in three (3) possible ways:

(a) (No slippage) at the exact price requested
(b) (Negative slippage) - whereby their order is filled at a price not in their favour, or
(c) (Positive slippage) - when the order is filled at a better price than the price originally requested.

2.1.2 Currency CFD - Trading Example in EUR/USD

It shall be noted that the spread is the immediate loss upon opening the deal as it reflects the scenario of closing the deal at that moment. Therefore, in our example, immediately after opening the deal, the P/L of that deal will be Trade Size x 0.0001 in secondary currency (For EURUSD, USD is the secondary currency)

2.1.2.1 1st scenario

The example below shows a scenario based upon the trade of 1 lot on EURUSD CFD.

The position was opened and closed within the same day.

During this period no Overnight Financing was executed.

2 pips will be reflected as slippage on both Long and Short trades.

<table>
<tr><th colspan="3">EURUSD (Intra Day Trade)</th><th>Leverage: 1:30</th><th colspan="2">Leverage:1:200</th></tr>
<tr><td colspan="3">Account Base Currency</td><td>USD</td><td colspan="2">USD</td></tr>
<tr><td colspan="3">Opening Price (OP)</td><td>1.17525</td><td colspan="2">1.17525</td></tr>
<tr><td colspan="3">Trade Size (TS)</td><td>1 lot (100.000 EUR) = 117,525 USD</td><td colspan="2">1 lot (100.000 EUR) = 117,525 USD</td></tr>
<tr><td colspan="3">Margin % (M)</td><td>3.33 %</td><td colspan="2">0.5 %</td></tr>
<tr><td colspan="3">Margin Requirement (OP x TS x M)</td><td>3917.50 USD</td><td colspan="2">587.63 USD</td></tr>
<tr><td colspan="3">Pip Value (PV) (0.0001 x TS) in Secondary currency</td><td>0.0001 x100.000 = 10 USD</td><td colspan="2">0.0001x100.000 = 10 USD</td></tr>
<tr><td colspan="3">Spread (S)</td><td>1.5 pips</td><td colspan="2">1.5 pips</td></tr>
<tr><td colspan="3">Spread Cost (SC) (S x PV)</td><td>1.5 x10 = 15 USD</td><td colspan="2">1.5 x10 = 15 USD</td></tr>
<tr><td colspan="3">Closing Price (CP)</td><td>1.18637 or 1.16348</td><td colspan="2">1.18637 or 1.16348</td></tr>
<tr><td colspan="3">Overnight Financing Cost</td><td>N/A</td><td colspan="2">N/A</td></tr>
<tr><td colspan="3">Total Cost</td><td>-15 USD</td><td colspan="2">-15 USD</td></tr>
<tr><th>LONG Trade</th><th>Closing Price</th><th>Closing Price with Slippage</th><th colspan="2">Profit and Loss without Slippage</th><th>Profit and Loss with Slippage</th></tr>
<tr><td>Favourable</td><td>1.18637</td><td>1.18657</td><td colspan="2">(CP-OP) x TS = 1,112 USD Profit</td><td>1,132 USD Profit</td></tr>
<tr><td>Unfavourable</td><td>1.16348</td><td>1.16328</td><td colspan="2">(CP-OP) x TS = 1,177 USD Loss</td><td>1,197 USD Loss</td></tr>
<tr><th>SHORT Trade</th><th>Closing Price</th><th></th><th colspan="2">Profit/Loss</th><th></th></tr>
<tr><td>Favourable</td><td>1.16348</td><td>1.16328</td><td colspan="2">(CP-OP) x TS = 1,177 USD Profit</td><td>1,132 USD Profit</td></tr>
<tr><td>Unfavourable</td><td>1.18637</td><td>1.18657</td><td colspan="2">(CP-OP) x TS = 1,112 USD Loss</td><td>1,197 USD Loss</td></tr>
</table>

2.1.2.2 2nd scenario

The example below shows a scenario based upon the trade of 1 lot on EURUSD CFD.

The position was closed 4 days (3 nights) after the opening date.

During this period 3 nights Overnight Financing was executed.

2 pips will be reflected as slippage on both Long and Short trades.

EURUSD (Trade closed 4 days after)	**Leverage: 1:30**	**Leverage:1:200**
Account Base Currency	EUR	EUR
Opening Price ***(OP)***	1.17525	1.17525
EURUSD Conversion Rate **(CR)**	1.18200	1.18200
Trade Size ***(TS)***	1 lot (100.000 EUR) = 117,525	1 lot (100.000 EUR) = 117,525
Margin % ***(M)***	3.33 %	0.5 %
Margin Requirement *(TS x M)*	3333.33 EUR	500 EUR
Pip Value **(PV)** (0.0001 x TS) / CR	0.0001 x100,000 = 10 USD /1.1820 = 8.46 EUR	0.0001 x100,000 = 10 USD /1.1820 = 8.46 EUR
Spread **(S)**	1.5 pips	1.5 pips
Spread Cost **(SC)** (S x PV)	1.5 x 8.46 = 12.69 EUR	1.5 x 8.46 = 12.69 EUR
Closing Price ***(CP)***	1.18637 or 1.16348	1.18637 or 1.16348
Overnight Financing Fee BUY Trade **(OFF)**	-3 %	-3 %
Overnight Financing Fee SELL Trade **(OFF)**	+1 %	+1 %
Daily Closing Price **(DCP)**	1.17250	1.17250
Overnight Financing Cost **(OFC)** Buy Trade	-25 EUR debit for client	-25 EUR debit for client
Overnight Financing Cost **(OFC)** Sell Trade	8.33 EUR credit for client	8.33 EUR credit for client
OFF BUY (OFF-B ÷360) x TS x number of days	(-3 % ÷360) x 100.000 x 3 = -25 EUR debit	(-3 % ÷360) x 100.000 x 3 = -25 EUR debit
OFF SELL (OFF-S ÷360) x TS x number of days	(1 % ÷360) x 100.000 x 3 = 8.33 EUR credit	(1 % ÷360) x 100.000 x 3 = 8.33 EUR credit
Total Cost (SC + OFC) Buy Trade	(-8.46)+ (-25)= - 33.46 EUR	(-8.46)+ (-25)= - 33.46 EUR
Total Cost (SC + OFC) Sell Trade	(-8.46)+ 8.33 = - 0.13 EUR	(-8.46)+ 8.33 = - 0.13 EUR

LONG Trade	**Closing Price**	**Closing Price with Slippage**	**Profit and Loss without Slippage**	**Profit and Loss with Slippage**
Favourable	1.18637	1.18657	(CP-OP) x TS =940.77 USD Profit	960.77 USD Profit
Unfavourable	1.16348	1.16328	(CP-OP) x TS =995.76 USD Loss	1015.76 USD Loss
SHORT Trade	**Closing Price**		**Profit/Loss**	
Favourable	1.16348	1.16328	(CP-OP) x TS =940.77 USD Profit	1,132 USD Profit
Unfavourable	1.18637	1.18657	(CP-OP) x TS = 995.76 USD Loss	1,197 USD Loss

2.1.2.3 3rd scenario

The example below shows a scenario based upon the trade of 1 lot on EURGBP CFD.

The position was closed 61 days (60 nights) after the opening date.

In the below scenario we will use a common Closing price for all 60 nights.

2 pips will be reflected as slippage on both Long and Short trades.

EURGBP (Trade Closed 60 days after)	Leverage: 1:30	Leverage:1:200
Account Base Currency	USD	USD
GBPUSD Conversion Rate **(CR -GBP)**	1.29520	1.29520
EURUSD Conversion Rate **(CR -EUR)**	1.17450	1.17450
Opening Price ***(OP)***	0.91257	0.91257
Trade Size ***(TS)***	1 lot (100.000 EUR) = 117,450 USD	1 lot (100.000 EUR) = 117,450 USD
Margin % ***(M)***	3.33 %	0.5 %
Margin Requirement *(CR-EUR x TS x M)*	3917.50 USD	587.63 USD
Pip Value **(PV)** (0.0001 xTS) in Secondary currency	0.0001 x100,000 =10 GBP x (CR-GBP)= 12.95 USD	0.0001 x100,000 =10 GBP x (CR-GBP)= 12.95 USD
Spread **(S)**	1.5 pips	1.5 pips
Spread Cost **(SC)** (S x PV)	1.5 x 12.95 = 19.43 USD	1.5 x 12.95 = 19.43 USD
Closing Price ***(CP)***	0.92685 or 0.90479	0.92685 or 0.90479
Overnight Financing Fee BUY Trade **(OFF-B)**	-2 %	-2 %
Overnight Financing Fee SELL Trade **(OFF-S)**	-1 %	-1 %
Daily Closing Price **(DCP) –** EURUSD Deal Currency (EUR) vs Base Currency (USD)	1.17450	1.17450
Overnight Financing Cost **(OFC)** Buy Trade	-2.93 USD debit for client	-2.93 USD debit for client
Overnight Financing Cost **(OFC)** Sell Trade	0.98 USD credit for client	0.98 USD credit for client
OFF BUY(OFF-B ÷360) x TS x DCP x number of days	(-2 % ÷360) x 100.000 x 1.29640 x 60 = -391.50 USD	(-2 % ÷360) x 100.000 x 1.29640 x 60 = -391.50 USD
OFF BUY(OFF-B ÷360) x TS x DCP x number of days	(-1 % ÷360) x 100.000 x 1.17250 x 60 = -195.75 USD	(-1 % ÷360) x 100.000 x 1.17250 x 60 = -195.75 USD
Total Cost (SC + OFC) Buy Trade Total Cost (SC + OFC) Sell Trade	(-19.43)+ (-391.50)= - 410.93 USD (-19.43)+ (-195.75) = - 215.18 USD	(-19.43)+ (-391.50)= - 410.93 USD (-19.43)+ (-195.75) = - 215.18 USD

LONG Trade	Closing Price	Closing Price with Slippage	Profit and Loss without Slippage	Profit and Loss with Slippage
Favourable	0.92685	0.92705	(CP-OP) x TS x CR-GBP = 1849.54 USD Profit	1875.44 USD Profit
Unfavourable	0.90479	0.90459	(CP-OP) x TS x CR-GBP = 1007.66 USD Loss	1033.56 USD Loss
SHORT Trade	**Closing Price**		**Profit/Loss**	
Favourable	0.90479	0.90459	CP-OP) x TS x CR-GBP = 1007.66 USD Profit	1033.56 USD Profit
Unfavourable	0.92685	0.92705	CP-OP) x TS x CR-GBP = 1849.54 USD Loss	1875.44 USD Loss

All P/L and Overnight Financing amounts that are quoted in a currency which differs from the account base currency, are converted to the account currency according to the market rates and the market spread.

If your account is in a currency other than the quote currency, the P/L and Overnight Financing will be converted to the account currency. Positive amounts (credit) are converted according to the Buy (Ask) rate and Negative amounts (debit) are converted according to the Sell (Bid). As the spread is a cost, it is considered as a negative amount and therefore will be converted according to the Sell rate. In our example, EUR/GBP is quoted in GBP, so assuming that your account is in USD, any negative amount will be converted as per the EUR/GBP Sell (Bid) rate, while any positive amount will be converted as per the EUR/GBP Buy (Ask) rate.

2.2 SHARE CFDs

2.2.1 Applicable cost and charges

Spread

A spread is the difference between the Sell ("Bid") price and the Buy ("Ask") price of an asset and is considered as the cost for opening a trade. The minimum spread per instrument is detailed on HYCM's website but each client may have different spread according to the client's history, volume, activities or certain promotions.

Overnight Financing

HYCM applies Overnight Financing for deals that remain open at the end of their underlying asset daily trading session. This Overnight Financing may be subject to credit or debit, calculated on the basis of the quoted currency/ies interest rates.

If the calculated Overnight Financing percentage is positive, it means that an applicable amount will be added (credited) to the client's account. A negative Overnight Financing percentage means that an applicable amount will be subtracted (debited) from the client's account. If the CFD's quoted currency differs from the account's currency, it will be converted to the account's currency at the then prevailing exchange rates.

Formula for Shares Overnight Financing for each rolling trade per day

For Buy (Long Positions): **∑ (long swap rate %) /360) x Number of Shares x Daily Close Rate)**

For Sell (Short Positions): **∑ (short swap rate %) /360) x Number of Shares x Daily Close Rate)**

As *Overnight Financing* calculation is based on daily variables such as the Closing Rate and the Interest Rate, every run can get different values). Deal Amount = expressed in the base asset units. Overnight Financing Market Rate is the last known rate if you were to close your deal when the Overnight Financing occurred.

Overnight finance fee applied by **HYCM for the SELL trades is 0 %,** applicable only for BUY (Long) trades.

If the calculated Overnight Financing is positive, it means that an applicable amount will be added (credited) to the client's account. It will reduce the total cost of the deal. A negative Overnight Financing means that an applicable amount will be subtracted (debited) from the client's account, thus increasing the total cost of the deal. If the CFD's quoted currency differs from the account's currency, it will be converted to the account's currency at the prevailing exchange rates.

Slippage

The instance where Pending Orders of the Client is being filled or instant Buy/Sell request of the Client being executed at the current market price which is different than the client requested price. Clients can experience their pending orders being filled or instant trades being executed in 3 possible ways:

(a) (No slippage) at the exact price requested
(b) (Negative slippage) - whereby their order is filled at a price not in their favour, or
(c) (Positive slippage) - when the order is filled at a better price than the price originally requested.

2.2.2 Shares CFDs trading example on Apple share

For the purpose of the examples below we will assume a deal size of 50 shares on Apple CFD and a 10 pips spread. One pip on Apple CFD's equals to 0.01 U.S. dollar ($0.01). 0.01 x (-10) x 50 = -$5

The spread is the immediate loss upon opening the deal as it reflects the scenario of closing the deal at that moment. Therefore, in our example, immediately after opening the deal, your P/L of that deal will be -$5.

2.2.2.1 1st scenario

The example below shows a scenario based upon the trade of 1 lot on APPLE CFD.

The position was opened and closed within the same day.

During this period no Overnight Financing was executed.

2 pips will be reflected as slippage on both Long and Short trades.

APPLE (CFD_APPL) (Intra Day Trade)	Leverage: 1:5	Leverage: 1:20
Opening Price *(OP)*	173.61	173.61
Trade Size *(TS)*	1 lot (100 Apple CFD shares) = 17,361 USD	1 lot (100 Apple CFD shares) = 17,361 USD
Margin % *(M)*	20 %	5 %
Margin Requirement *(OP x TS x M)*	3472.20 USD	868.05 USD
Pip Value **(PV)** (0.0001 x TS) in Secondary currency	0.01 x100 = 1 USD	0.01 x100 = 1 USD
Spread **(S)**	10 pips	10 pips
Spread Cost **(SC)** (S x PV)	10 x1 = - 10 USD	10 x1 = - 10 USD
Closing Price *(CP)*	179.65 or 162.78	179.65 or 162.78
Overnight Financing Cost	N/A	N/A
Overnight Financing Cost **(OFC)** Buy Trade	% 7.2	% 7.2
Overnight Financing Cost **(OFC)** Sell Trade	- % 0	- % 0
Total Cost	-10 USD	-10 USD

LONG Trade	Closing Price	Closing Price with Slippage	Profit and Loss without Slippage	Profit and Loss with Slippage
Favourable	179.65	179.85	(CP-OP) x TS = 604 USD Profit	624 USD Profit
Unfavourable	162.78	162.58	(CP-OP) x TS = 1,083 USD Loss	1,063 USD Loss
SHORT Trade	Closing Price		Profit/Loss	
Favourable	162.78	162.58	(CP-OP) x TS = 604 USD Profit	624 USD Profit
Unfavourable	179.65	1179.85	(CP-OP) x TS = 1,083 USD Loss	1,103 USD Loss

2.2.2.2 2nd scenario

The example below shows a scenario based upon the trade of 1 lot on EURUSD CFD.

The position was closed 4 days (3 nights) after the opening date.

During this period 3 nights Overnight Financing was executed.

2 pips will be reflected as slippage on both Long and Short trades.

APPLE (CFD_APPL)	Leverage: 1:5	Leverage: 1:20
Account Base Currency	EUR	EUR
Opening Price ***(OP)***	173.61	173.61
EURUSD Conversion Rate **(CR)**	1.1764	1.1764
Trade Size ***(TS)***	1 lot (100 Apple CFD shares) = 17,361 USD	1 lot (100 Apple CFD shares) = 17,361 USD
Margin % ***(M)***	20 %	5 %
Margin Requirement *(TS x M)*	3472.20 USD	868.05
Pip Value **(PV)** (0.0001 x TS) / CR	0.01 x100 = 1 USD /1.1820 = 0.85 EUR	0.01 x100 = 1 USD /1.1820 = 0.85 EUR
Spread **(S)**	10 pips	10 pips
Spread Cost **(SC)** (S x PV)	10 x 0.85 = - 8.5 EUR	10 x 0.85 = - 8.5 EUR
Closing Price ***(CP)***	179.65 or 162.78	179.65 or 162.78
Overnight Financing Fee BUY Trade **(OFF)**	-7.2 %	-7.2 %
Overnight Financing Fee SELL Trade **(OFF)**	0 %	0 %
Daily Closing Price **(DCP)**	176.50	176.50
Overnight Financing Cost **(OFC)** Buy Trade	-25 EUR debit for client	-25 EUR debit for client
Overnight Financing Cost **(OFC)** Sell Trade	8.33 EUR credit for client	8.33 EUR credit for client
OFF BUY (OFF-B ÷360) x TS x DCP x days/CR	10.59 USD / 1.1764 = 9 EUR	10.59 USD / 1.1764 = 9 EUR
OFF SELL (OFF-S ÷360) x TS x DCP x days/CR	0	0
Total Cost (SC + OFC) Buy Trade	(-8.5)+ (-9)= - 17.50 EUR	(-8.5)+ (-9)= - 17.50 EUR
Total Cost (SC + OFC) Sell Trade	(-8.5)+ 0 = - 8.5 EUR	(-8.5)+ 0 = - 8.5 EUR

LONG Trade	Closing Price	Closing Price with Slippage	Profit and Loss without Slippage	Profit and Loss with Slippage
Favourable	179.65	179.85	(CP-OP) x TS = 604 USD Profit	624 USD Profit
Unfavourable	162.78	162.58	(CP-OP) x TS = 1,083 USD Loss	1,063 USD Loss
SHORT Trade	**Closing Price**		**Profit/Loss**	
Favourable	162.78	162.58	(CP-OP) x TS = 604 USD Profit	624 USD Profit
Unfavourable	179.65	179.85	(CP-OP) x TS = 1,083 USD Loss	1,103 USD Loss

2.3 COMMODITY CFDs

2.3.1 Applicable cost and charges

Spread

A spread is the difference between the Sell ("Bid") price and the Buy ("Ask") price of an asset and is considered as the cost for opening a trade. The minimum spread per instrument is detailed on HYCM's website but each client may have different spread according to the client's history, volume, activities etc.

Overnight Financing

HYCM applies 0 % overnight finance for Commodity CFDs.

Any Commodity CFD trade will be neither credited nor debited for keeping the trade overnight.

2.3.2 Commodity CFDs trading example on GOLD CFD

The example below shows a scenario based upon the trade of 1 lot on GOLD CFD.

The position was closed 10 days (9 nights) after the opening date.

During this period no Overnight Financing was executed. (Commodity CFDs Financing Fee is 0%)

2 pips will be reflected as slippage on both Long and Short trades.

GOLD CFD	Leverage: 1:10	Leverage: 1:100
Account Base Currency	USD	USD
Opening Price *(OP)*	1215.80	1215.80
Trade Size *(TS)*	1 lot (100 oz) = 121,580 USD	1 lot (100 oz) = 121,580 USD
Margin % *(M)*	10 %	1 %
Margin Requirement *(OP x TS x M)*	12,158 USD	1,215.8 USD
Pip Value **(PV)** (0.1 xTS) in Secondary currency	0.01 x100 = 1 USD	0.01 x100 = 1 USD
Spread **(S)**	40 pips	40 pips
Spread Cost **(SC)** (S x PV)	40 x 1 = 40 USD	40 x 1 = 40 USD
Closing Price *(CP)*	1233.85 or 1176.55	1233.85 or 1176.55
Overnight Financing Cost	N/A	N/A
Total Cost	-40 USD	-40 USD

LONG Trade	Closing Price	Closing Price with Slippage	Profit and Loss without Slippage	Profit and Loss with Slippage
Favourable	1233.85	1234.05	(CP-OP) x TS = 1,805 USD Profit	1,825 USD Profit
Unfavourable	1196.55	1196.35	(CP-OP) x TS = 1,925 USD Loss	1,905 USD Loss
SHORT Trade	Closing Price		Profit/Loss	
Favourable	1196.55	1196.35	(CP-OP) x TS = 1,925 USD Profit	1,945 USD Profit
Unfavourable	1233.85	1234.05	(CP-OP) x TS = 1,805 USD Loss	1,825 USD Loss

Account Base Currency other than USD
Any Value / Exchange Rate of Base Currency vs USD

2.4 INDEX CFDs

2.4.1 Applicable cost and charges

Spread

A spread is the difference between the Sell ("Bid") price and the Buy ("Ask") price of an asset and is considered as the cost for opening a trade. The minimum spread per instrument is detailed on HYCM's website but each client may have different spread according to the client's history, volume, activities or certain promotions.

Overnight Financing

HYCM applies 0 % overnight finance for Index CFDs.

Any Index CFD trade will be neither credited nor debited for keeping the trade overnight.

2.4.2 Index CFDs trading example on US30

The example below shows a scenario based upon the trade of 1 lot on US30 CFD.

The position was closed 7 days (6 nights) after the opening date.

During this period no Overnight Financing was executed. (Index CFDs Financing Fee is 0%)

2 pips will be reflected as slippage on both Long and Short trades.

<table>
<tr><th colspan="3">US30 CFD</th><th>Leverage: 1:20</th><th>Leverage:1:100</th></tr>
<tr><td colspan="3">Account Base Currency</td><td>USD</td><td>USD</td></tr>
<tr><td colspan="3">Opening Price (OP)</td><td>25580</td><td>25580</td></tr>
<tr><td colspan="3">Trade Size (TS)</td><td>1 lot (5 Units) =
127,900 USD</td><td>1 lot (5 Units) =
127,900 USD</td></tr>
<tr><td colspan="3">Margin % (M)</td><td>5 %</td><td>1 %</td></tr>
<tr><td colspan="3">Margin Requirement (OP x TS x M)</td><td>6,395 USD</td><td>1,279 USD</td></tr>
<tr><td colspan="3">Pip Value (PV) (1 x TS) in Secondary currency</td><td>1 x 5 = 5 USD</td><td>1 x 5 = 5 USD</td></tr>
<tr><td colspan="3">Spread (S)</td><td>4 pips</td><td>4 pips</td></tr>
<tr><td colspan="3">Spread Cost (SC) (S x PV)</td><td>4 x 5 = -20 USD</td><td>4 x 5 = -20 USD</td></tr>
<tr><td colspan="3">Closing Price (CP)</td><td>25987 or 25163</td><td>25987 or 25163</td></tr>
<tr><td colspan="3">Overnight Financing Cost</td><td>N/A</td><td>N/A</td></tr>
<tr><td colspan="3">Total Cost</td><td>-40 USD</td><td>-40 USD</td></tr>
<tr><th>LONG Trade</th><th>Closing Price</th><th>Closing Price with Slippage</th><th>Profit and Loss without Slippage</th><th>Profit and Loss with Slippage</th></tr>
<tr><td>Favourable</td><td>25987</td><td>25607</td><td>(CP-OP) x TS = 2,035 USD Profit</td><td>2,055 USD Profit</td></tr>
<tr><td>Unfavourable</td><td>25163</td><td>25143</td><td>(CP-OP) x TS = 2,085 USD Loss</td><td>2,105 USD Loss</td></tr>
<tr><th>SHORT Trade</th><th>Closing Price</th><th></th><th>Profit/Loss</th><th></th></tr>
<tr><td>Favourable</td><td>25163</td><td>25143</td><td>(CP-OP) x TS = 2,085 USD Profit</td><td>2,105 USD Profit</td></tr>
<tr><td>Unfavourable</td><td>25987</td><td>25607</td><td>(CP-OP) x TS = 2,035 USD Loss</td><td>2,055 USD Loss</td></tr>
</table>

Account Base Currency other than USD
Any Value / Exchange Rate of Base Currency vs USD

2.5 CRYPTOCURRENCY CFDs

2.5.1 Applicable cost and charges

Spread

A spread is the difference between the Sell ("Bid") price and the Buy ("Ask") price of an asset and is considered as the cost for opening a trade. The minimum spread per instrument is detailed on HYCM's website but each client may have different spread according to the client's history, volume, activities or certain promotions.

Overnight Financing

HYCM applies 20 % overnight finance for Cryptocurrency CFDs.

2.5.2 Cryptocurrency CFDs trading example on BTCUSD

The example below shows a scenario based upon the trade of 1 lot BTCUSD (Bitcoin).

The position was closed 3 days (2 nights) after the opening date.

During this period accumulative Overnight Financing was executed.

US30 CFD		Leverage: 1:20
Account Base Currency		USD
Opening Price ***(OP)***		3756.80
Trade Size ***(TS)***		1 lot (10 BTC) = 37,568 USD
Margin % ***(M)***		5 %
Margin Requirement *(OP x TS x M)*		1,878.4 USD
Pip Value **(PV)** (1 x TS) in Secondary currency		0.01 x 10 = 0.1 USD
Spread **(S)**		3500 pips
Spread Cost **(SC)** (S x PV)		3500 x 0.01 = - 350 USD
Closing Price ***(CP)***		3856.80 or 3660.80
Overnight Financing Cost		- 42.8
Total Cost		(-350 USD) + (-42.8 USD) = - 392.8 USD
LONG Trade	**Closing Price**	**Profit/Loss**
Favourable	3856.80	(CP-OP) x PV = 1000 USD Profit
Unfavourable	3660.80	(CP-OP) x PV = 1000 USD Loss
SHORT Trade	**Closing Price**	**Profit/Loss**
Favourable	3660.80	(CP-OP) x TS = 1000 USD Profit
Unfavourable	3856.80	(CP-OP) x TS = 1000 USD Loss

Account Base Currency other than USD
Any Value / Exchange Rate of Base Currency vs USD

2.6 SPOT OIL CFD CONTRACTS

2.6.1 Applicable cost and charges

Spread

A spread is the difference between the Sell ("Bid") price and the Buy ("Ask") price of an asset and is considered as the cost for opening a trade. The minimum spread per instrument is detailed on HYCM's website but each client may have different spread according to the client's history, volume, activities or certain promotions.

Overnight Financing

HYCM applies -1.75% for BUY trades and -1.25% for SELL trades on SPOT CFDs

2.6.2 Trading example on SPOT US OIL CFD

The example below shows a scenario based upon the trade of 1 lot SPOT US OIL CFD.

The position was closed 3 days (2 nights) after the opening date.

During this period accumulative Overnight Financing was executed.

SPOT US OIL CFD		Leverage: 1:10
Account Base Currency		USD
Opening Price *(OP)*		22.00
Trade Size *(TS)*		1 lot (1000 Barrels) = 22.000 USD
Margin % *(M)*		10 %
Margin Requirement *(OP x TS x M)*		2.200 USD
Pip Value **(PV)** (1 x TS) in Secondary currency		0.01 x 1000 = 10 USD
Spread **(S)**		6 pips
Spread Cost **(SC)** (S x PV)		6 x 10 = - 60 USD
Closing Price *(CP)*		22.06 or 21.94
Overnight Financing Cost		- 1.05 USD (BUY) or -0.75 USD (SELL)
Total Cost		(-60 USD) + (-1.05 USD) = - 61.05 USD
LONG Trade	**Closing Price**	**Profit/Loss**
Favourable	24.00	(CP-OP) x PV = 2000 USD Profit
Unfavourable	20.00	(CP-OP) x PV = 2000 USD Loss
SHORT Trade	**Closing Price**	**Profit/Loss**
Favourable	20.00	(CP-OP) x TS = 2000 USD Profit
Unfavourable	24.00	(CP-OP) x TS = 2000 USD Loss

Account Base Currency other than USD
Any Value / Exchange Rate of Base Currency vs USD

2.6.3 Rollover Adjustment for SPOT US OIL CFD

Due to nature of SPOT US OIL CFD, a special arrangement is required for the pricing and the settlement of open trades. However it is a non-expiring asset, open trades need to be rolled over to next available monthly contract without any monetary change on the equity and floating P/L of the client. In the below examples, rollover process is defined.

USOIL_SPT trading @ 42.00 (quoted with the expiring USOIL May prices until 18:30 GMT)

USOIL_SPT trading @ 44.00 (quoted with the new contract USOIL June prices after 18:30 GMT)

Client A – short 1 lot USOIL_SPT – the floating P/L and equity decreases by $2,000 following the change in pricing – thus the client's account is adjusted by $2,000 deposit. The net financial effect is zero.

Client B – long 1 lot USOIL_SPT – the floating P/L and equity increases by $2,000 following the change in pricing – thus the client's account is adjusted by $2,000 debit. The net financial effect is zero.

All pending stop and limit orders, as well as stop loss and take profit orders attached to existing open positions, are adjusted accordingly. The level of the adjustment is the difference between our settlement price of the expiring and the new US OIL CFD.

Before the adjustment:

USOIL_SPT price: 42.00

Client A – short 1 lot USOIL_SPT @ 42.00 with t/p @ 40.00 and S/L @ 43.00

After the adjustment:

USOIL_SPT price: 44.00

Client A – short 1 lot USOIL_SPT @ 42.00 with t/p @ 42.00 and S/L @ 45.00

The above terms are for indication only and may be subject to amendment if there is a change in the underlying market conditions.

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Risk Warning
Trading CFDs involves a high risk of loss and may not be suitable for all investors.

Cost and Charges File
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