

CMC Markets Singapore Pte. Ltd.

Company Registration Number / UEN: 200605050E

19 October 2011

Product Disclosure Statement



Purpose of this Product Disclosure Statement (PDS)

This PDS is dated 19 October 2011. CMC Markets Singapore Pte. Ltd. (CMC) is the issuer of this PDS, and the issuer of contracts for difference (CFDs) referred to in this PDS.

This PDS is designed to assist you in making an informed decision regarding opening an Account and trading in contracts for difference products with CMC. Before deciding whether to trade with CMC, you should consider this PDS and whether dealing in CFDs is a suitable investment for you. We recommend you obtain independent financial, legal, taxation and other professional advice concerning this PDS, our Terms of Business (TOB), the CMC Product Schedule and CMC's Financial Services Guide (FSG) before you apply to open an Account with us. This PDS, the TOB, the FSG and the CMC Product Schedule will be made available to you electronically by email or on CMC's website at www.cmcmarkets.com.sg.

CFDs are speculative products, the geared nature of which places a significantly greater risk on your initial investment than non-geared investment strategies such as conventional share trading. The risk factors associated with trading CFDs are set out further in section 5.

This PDS contains technical information in respect of our CFDs (such as minimum trade sizes), the costs of dealing in CFDs and any amounts that we may require you to pay or amounts that we will pay you in respect of your Account with us.

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1 Important information

1.1 How to contact CMC Markets Singapore Pte. Ltd.

Name	CMC Markets Singapore Pte. Ltd.
Address	50 Raffles Place #14-06 Singapore Land Tower Singapore 048623
Telephone	Account opening queries: 1800 559 6000 (only in Singapore) or +65 6559 6000. Customer services queries: 1800 559 6000 (only in Singapore) or +65 6559 6000. Trading queries for existing Account holders: 1800 559 6000 (only in Singapore) or +65 6559 6000. General: 1800 559 6000 (only in Singapore) or +65 6559 6000.
Fax	+ 65 6559 6099
Email	sales@cmcmarkets.com.sg
Website	www.cmcmarkets.com.sg
Post	50 Raffles Place #14-06 Singapore Land Tower Singapore 048623

1.2 This PDS replaces other PDS versions

The English language version of this PDS overrides all other language versions of the PDS to the extent of any inconsistency.

1.3 Jurisdiction

The distribution of this PDS may be restricted in certain jurisdictions outside Singapore. Persons into whose possession this PDS comes are required to inform themselves of, and to observe, such restrictions. This PDS does not constitute an offer or solicitation to anyone in any jurisdiction in which such offer is not authorised or to any person to whom it is unlawful to make such offer or solicitation.

If you are a non-resident of Singapore dealing with CMC, you should note:

- the law governing your dealings with CMC is the law of Singapore;
- your rights against CMC are restricted as set out in clauses 36 and 43 of the TOB;
- moneys which you deposit with CMC will be regulated by the Securities and Futures Act, the Securities and Futures (Licensing and Conduct of Business) Regulations, and any such other applicable legislation.

1.4 Applying to deal with CMC

Before you begin dealing in CFDs you must complete an Application Form and be approved by CMC. There are two (2) application forms, one for applicants that are corporations, partnerships or trusts and one for individual applicants. Before completing the appropriate Application Form you should read this PDS, the TOB, the CMC Product Schedule and the FSG.

1.5 Representations

CFDs are offered on and from the date of this PDS solely on the basis of the information and representations contained in this PDS, the TOB and the FSG. No other information or representation is authorised nor is any person authorised by CMC to give any information to customers or to make any representation other than this PDS, the TOB and the FSG.

1.6 References to other parties

References in this PDS, TOB, and FSG or in any CMC Product Schedule to any Underlying Entity or Underlying Market to which a CFD relates are included solely for the purposes of identification of the Underlying Reference Instrument to which that CFD relates. Such references are not to be construed as an express or implied endorsement of the CFDs by such Underlying Entity or Underlying Market. Nor does any Underlying Entity or Underlying Market accept any responsibility for any statement in this PDS or undertake any liability in respect of the CFDs.

These Underlying Entities and Underlying Markets are not involved in the issue of the CFDs and have not been party to the preparation of this PDS, nor furnished any information specifically to CMC for the purpose of its preparation.

CMC has no affiliation with such Underlying Entities and Underlying Markets and has no access to information concerning those Underlying Entities, Underlying Reference Instruments and Underlying Markets, other than that which is in the public domain. CMC does not, therefore, accept any liability or responsibility for, and makes no representation or warranty, express or implied, as to, the accuracy or completeness of public information about any Underlying Entity, Underlying Reference Instrument or Underlying Market. You should make your own enquiries.

1.7 Consult your adviser

You should obtain independent financial, legal, taxation and other professional advice concerning this PDS, the TOB, the CMC Product Schedule and the FSG.

1.8 CMC does not give general or personal financial advice

CMC will not give you general or personal financial product advice or offer any financial advisory services. This PDS does not constitute a recommendation or opinion that CFDs are appropriate for you. CMC will only be providing general information about CMC Products, which will not take into account your objectives, financial situation and needs. Accordingly, before applying to deal in CFDs, you must consider your objectives, financial situation and needs and the significant risks of loss which accompany the prospects of profit associated with dealing in CFDs and form the opinion that dealing in CFDs is suitable for your purposes.

1.9 This PDS and other documents

The information in this PDS is general information only and does not take into account your individual investment objectives, financial situation or needs. We recommend you read this PDS carefully and obtain independent financial, legal, taxation and other professional advice concerning this PDS, the TOB, the CMC Product Schedule and the FSG before you apply to open an Account with us.

You should keep this PDS, the TOB and the FSG and any supplementary and replacement documents and updated information that is provided to you for future reference.

Information contained in this PDS is subject to change from time to time and may be updated by CMC. Any updated information which is not materially adverse to investors will be available from www.cmcmarkets.com.sg. A paper copy of the updated information will be available without charge by contacting CMC.

Where updated information is materially adverse to investors, CMC may issue a supplementary or replacement PDS.

1.10 Use of examples in this PDS

Examples stated in this PDS are provided only for illustrative purposes. The examples use figures which attempt to demonstrate how CMC's CFDs work. The figures do not necessarily reflect your personal circumstances and do not restrict in any manner the way in which CMC may exercise its powers or discretion. They are also not intended to give any representation about the performance of particular Underlying Markets, Underlying Reference Instruments, Underlying Entity or CFDs.

The examples do not constitute general or personal financial product advice to any person reading this PDS.

2 Summary of the key issues when dealing in CFDs with CMC

The below table is provided as a summary only of the key features and characteristics involved in dealing in CFDs. In addition to this summary, you should ensure you have read and understood the contents of this PDS, the TOB, CMC's FSG and the CMC Product Schedule located at www.cmcmarkets.com.sg.

Before opening an account and/or proceeding to trade CMC strongly recommends that you obtain independent financial, legal, taxation and other professional advice.

Issue	Summary	For more details
Who is the issuer of this PDS and the CFDs?	<p>CMC Markets Singapore Pte.Ltd. (CMC).</p> <p>CMC is a wholly owned subsidiary of CMC Markets Overseas Holdings Limited, which is part of the CMC Markets group of companies (CMC Markets Group). It was established to give individuals and institutions residing in Singapore and in the ASEAN region the opportunity to deal in CFDs. CMC is regulated in Singapore by the Monetary Authority of Singapore (MAS), and holds a Capital Markets Services licence issued by MAS. Please note that CMC is not regulated by the MAS in respect of its dealing in Commodity CFDs or CFDs in respect of any other underlying instruments where such CFDs are not subject to regulation under the Securities and Futures Act. CMC is also not regulated by IE Singapore pursuant to the Commodity Trading Act in respect of its dealings in Commodity CFDs or CFDs in respect of any other underlying instruments.</p>	
What is a CFD?	<p>A contract for difference or CFD is an agreement which allows you to make a profit or loss from fluctuations in the price of a CFD. The price of a CFD is based on the price of an underlying reference instrument (Underlying Reference Instrument); for example, a share on an exchange. However, you do not own that Underlying Reference Instrument or trade it on an exchange by owning a CFD.</p> <p>By entering into a CFD, you are either entitled to be paid an amount of money, or required to pay an amount of money, depending on movements in the price of the CFD.</p> <p>The amount of any profit or loss made on a CFD will be the net of:</p> <ul style="list-style-type: none">• the difference between the price of the CFD when the CFD position is opened and the price of the CFD when the CFD position is closed;• any adjustments made in respect of the CFD;• any Commission payable in respect of the CFD; and• any Rollover Charges and benefits and Financing Charges and Benefits relating to the CFD. The balance on your Account will also be affected by other amounts you must pay to CMC in	See section 3

Issue	Summary	For more details
A CFD is issued "over the counter". What does this mean?	<p>A CFD is a contract between you and CMC. You do not trade in a CFD through an exchange or market; rather, it is a transaction between you and CMC.</p> <p>This means you can only enter into contracts with CMC. You do not have the protections normally associated with trading on a regulated market but will instead have a direct exposure to the credit worthiness of CMC.</p> <p>It is not possible to close a CFD issued by CMC by giving instructions to another CFD provider, broker or holder of a capital markets services licence.</p>	See sections 3, 5.10, 5.11
What charges are payable when dealing in CFDs?	<p>The common fees and charges when dealing in CFDs may incorporate any or all of the following:</p> <ul style="list-style-type: none"> • Commission on executed trades; • Margin and Financing adjustments; • Rollover Charges at CMC's Rates; • Interest charges applied to debit balances in your Account; • Exchange fees; • Guaranteed Stop-loss order premiums; • Administration charges. <p>In addition, CMC will apply a bid / offer spread in respect of its CFDs, which will also affect the profits or losses you make when dealing in CFDs</p>	See sections 3, 4
How do I open a CFD Account?	<p>Read this PDS, the TOB, the CMC Product Schedule and CMC's FSG, and complete an Application Form.</p> <p>You may obtain these documents by:</p> <ul style="list-style-type: none"> • telephoning CMC Sales on 1800 559 6000 (only in Singapore) or +65 6559 6000; or going to CMC's website at www.cmcmarkets.com.sg. 	See section 6.1
What is the minimum balance to open a CFD trading Account?	<p>\$2000 or its currency equivalent.</p> <p>Unless otherwise specified, all dollar amounts referred to in this PDS are denominated in Singapore Dollars.</p>	See section 6.2
How do I deal in CFDs with CMC?	<p>You may place orders to deal in CFDs:</p> <ul style="list-style-type: none"> • using CMC's dealing platform through a computer connected to the internet or your mobile telephone. <p>CMC will not accept orders or instructions from you through any other means, such as phone call, email or using the on-line chat facility, unless CMC has previously agreed with you to do so.</p> <p>It is possible for a third party to place orders on your behalf provided that a written Power of Attorney or authority has been received and accepted by CMC.</p>	See sections 6.4, 7
What are "long" and "short" positions?	<p>You go "long" when you buy or place an order to open a CFD position in the expectation that the price of the Underlying Reference Instrument will increase, which would have the effect that the CFD price will increase.</p> <p>You go "short" when you sell a CFD in the expectation that the price of the Underlying Reference Instrument will decline, which would have the effect that the CFD price will decline. If this occurs, because you have sold a CFD (rather than bought a CFD), you would make a profit if you closed the position at this point, subject to CMC's fees and charges.</p>	See section 3.2
How do I close a position?	<p>You close a position in a CFD by entering into an equal and opposite transaction in the same CFD.</p>	See section 3.2
How do we deal with your money?	<p>Moneys which you deposit with CMC will be regulated by the Securities and Futures (Licensing and Conduct of Business) Regulations.</p>	See sections 6.9, 6.10
What is my "Total Equity"?	<p>Your "Total Equity" is the aggregate of:</p> <ul style="list-style-type: none"> • the current cash balance in your Account; and your current unrealised profits and losses. 	See sections 3.11, 3.12
What is my "Free Equity"?	<p>Your "Free Equity" is your Total Equity less your current Total Margin Requirement (see below). The Free Equity is the amount that you may withdraw from your Account or use to open new or extend existing CFD positions.</p>	See section 3.12
What is Margin?	<p>Margin is the amount that you must have in your Account to enter into CFD positions with CMC.</p> <p>The level of Margin required to open and maintain a CFD position is called the "Margin Requirement". The sum of your Margin Requirements for all of your open CFD positions is called the "Total Margin Requirement".</p> <p>Margin Requirements will fluctuate with the value of the Underlying Reference Instrument on which the CFD is based. Further, where you deal in a CFD that is denominated in a currency other than the Base Currency of your Account, (such as a Forex CFD or Currency Index CFD) your Margin Requirement may also be affected by fluctuations in the relevant foreign exchange rate.</p>	See sections 3.9, 3.10
What is a Margin Call by CMC?	<p>A Margin Call is a demand for additional moneys to be deposited in your Account to meet your Total Margin Requirement because of adverse price movements on your open CFD positions. Where the current market value of your Total Equity falls below your Total Margin Requirement, you shall be required to provide additional equity within 2 business days.</p>	See section 3.13

Issue	Summary	For more details
How are payments made in and out of my CMC Account?	You may deposit funds by credit card payment, electronic transfer or by cheque. All funds must be cleared funds on your Account before they are made available for you to use in dealing in CFDs. CMC will pay you through electronic transfer or cheque.	See section 6.10
Do I receive interest on moneys held in my CMC Account or pay interest on moneys that I owe to CMC?	Interest will be paid on credit balances in currency ledgers on your Account (after deducting from the balance, Margin Requirements for instruments held and valued in that currency) only if: <ul style="list-style-type: none"> • you are a Singapore tax resident; • the credit balance in your Account (aggregating the credit and debit balances of each currency ledger) is in excess of your Total Margin Requirements, and such excess amount exceeds the Interest Qualification Level, which is USD\$10,000 or its currency equivalent. Interest will be calculated separately on each currency ledger in your Account at the interest rate applicable to each currency after deducting Margin Requirements for instruments held and valued in those currencies. These interest rates are available from CMC upon request. Please note that any interest earned and return arising on any moneys which CMC has advanced to your Account in order for your Account to meet your Total Margin Requirements will be retained by CMC. CMC will charge interest on any debit balances in a currency ledger in your Account. These rates are available from CMC upon request . Any amounts of interest payable to CMC will be deducted from any interest payable to you.	See section 6.8
Do I pay any Financing Charges?	You may be required to pay a Financing Charge on long positions for CFDs that remain open overnight. However, you should note that on occasions when you have long positions in Forex and Bullion CFDs you may in fact receive Financing Benefits.	See section 3.6
Do I receive any Financing Benefit?	You may receive a Financing Benefit on short positions for CFDs that remain open overnight. However, you should note that on occasions when you have short positions in Forex and Bullion CFDs you may in fact pay Financing Charges.	See section 3.6
What are the risks of CFDs?	CFDs are speculative products that are highly leveraged and carry significantly greater risk than non-g geared investments such as share trading. You may sustain losses greater than the Margin required to establish and maintain a CFD position or the money that you have deposited into your Account. You should obtain your own independent financial, legal, taxation and other professional advice as to whether CFDs are an appropriate investment for you.	See section 5
What procedures are in place to deal with customer complaints?	CMC provides a complaints handling and dispute resolution process for customers and is a member of the Financial Industry Disputes Resolution Centre (FIDReC), an independent and impartial institution specialising in the resolution of disputes between financial institutions and consumers.	See section 8
How do I learn to use the Marketmaker® trading platform and how to deal with	CMC offers training on learning to use the Marketmaker® trading platform and dealing with CMC. There are also online tutorials available in the Education section of the CMC website www.cmcmarkets.com.sg . Contact CMC Customer Services for further details (see below for further information contact details).	
What are CMC's trading and office hours?	Trading hours Trading hours for CFDs will depend on Underlying Markets' hours of operation. Please refer to the CMC Product Schedule available at www.cmcmarkets.com.sg for details of various trading hours for CFDs. Office hours Our office hours are Mondays to Fridays, 8.30am to 5:30pm Singapore time. However, the Customer Services Department and the Dealing Desk are available from 3.00am Monday to 3.00am Saturday (Singapore time) inclusive to service your Account. Please note that the operating hours of the Customer Services Department and the Dealing Desk are subject to change, due to factors including, without limitation, daylight saving time. Any such changes in operating hours will be notified to customers in advance by email.	
What if I need further information?	You should speak to your financial adviser or, alternatively, you can contact CMC by: Telephone: 1800 559 6000 (only in Singapore) or +65 6559 6000 Email: sales@cmcmarkets.com.sg Internet: www.cmcmarkets.com.sg	

3 Significant features of dealing in CFDs with CMC

3.1 Types of CFDs issued by CMC

CMC offers CFDs to its customers based on the following Underlying Reference Instruments:

- shares and other securities (Share CFDs);
- share indices and sectors (Index CFDs, Sector CFDs);
- gold and silver (Bullion CFDs);
- foreign exchange (Forex CFDs, Currency Index CFDs);
- treasuries (Treasury CFDs);
- commodities (Commodity CFDs);
- equity index futures contract (Index Futures CFDs);
- currency futures contract (Currency Future CFDs);
- such other products as are notified by CMC to customers from time to time.

CFDs will be traded in the currency listed in the CMC Product Schedule for that CFD. A copy of the Product Schedule is located at www.cmcmarkets.com.sg.

CFDs may allow you to benefit from normal market movements in the Underlying Reference Instrument in the Underlying Market. Your open CFD positions are valued every night at CMC's close of business prices. Profits or losses are credited / debited to your Account each day in real time and marked against CMC's close of business prices.

3.2 (1) How you open a CFD

A CFD position is opened by either buying (going long) or selling (going short) a CFD.

You go "long" when you buy a CFD in the expectation that the price of the Underlying Reference Instrument to which the CFD is referable will increase, which would have the effect that the CFD price will increase.

You go "short" when you sell a CFD in the expectation that the price of the Underlying Reference Instrument to which the CFD is referable will decline, which would have the effect that the CFD price will decline.

CMC provides customers with a number of different order types to facilitate the opening and closing of long and short positions. The order types are discussed further in section 7 of this PDS.

(2) How you close a CFD

You close a CFD by entering into and executing an equal and opposite transaction in the same CFD.

Please also see sections 3.13 and 3.14 on margin calls and liquidation levels for cases where CMC may automatically close your CFD positions.

If you close a position, you must cancel any related orders you have placed against that position. Failure to do so will mean that the order remains at risk of execution.

3.3 Currency Index CFD's

When trading an ordinary Forex Spot CFD, you take a position on the exchange rate of one currency against another (e.g. AUD/USD). This means that the price of the CFD and Underlying Reference Instrument is referable to factors affecting two specific currencies. In an ordinary Forex CFD position, you are taking a view in each of the currencies in the currency pair (AUD/USD).

A Currency Index CFD allows you to take a more general view, by comparing the performance of a particular currency against a weighted basket of currencies, called a Currency Index. This means that (unlike a Forex CFD position) the price of a Currency Index CFD is referable to factors affecting the primary reference currency against all other currencies in the basket, and the price of each Underlying Reference Instrument (cross-currency) in the basket is referable to factors affecting those two specific currencies.

By way of illustration, a USD Currency Index may be comprised of the following basket of currencies:

USD Currency Index

USD/EUR
USD/JPY
USD/GBP
USD/CAD
USD/SEK
USD/AUD
USD/CHF
USD/EUR
USD/JPY
USD/GBP

The weightings chosen by CMC for each Currency Index are based on those weightings used by the corresponding central bank to calculate the trade-weighted index for its own currency. In some cases, the weightings applied by CMC to currencies in a particular Currency Index may be nil. Generally, the weightings are only adjusted when trade flows for that country change sufficiently enough to warrant a change in the calculations by the relevant central bank. CMC derives a weighted price for each Currency Index and apply a constant to determine the mid-market price of the Currency Index. In this regard, the formula used to calculate a Currency Index is similar to that used by many central banks to calculate their trade-weighted indices.

In the USD Currency Index shown above, the Euro (EUR) and Canadian Dollar (CAD) are likely to be most highly weighted because the highest proportion of the USA's trading volume is to/from Canada and to /from Europe, when compared with other regions in the world (such as Australia).

IMPORTANT NOTE:

1. Please note that the currencies and weightings in a Currency Index are determined by CMC and may vary from time to time. They may also differ from those used in a trade-weighted index calculated by the relevant central bank,
2. The constant in a Currency Index CFD will not change, and
3. The currency, weightings and constant for each Currency Index CFD are available upon request (by telephone or email) from CMC (see section 1.1 of this PDS).

Refer to section 3.17 for more information about the circumstances in which CMC will exercise its discretion.

Please refer to section 3.8 for more information about how CMC prices Currency Index CFDs,

Types of Currency Index CFDs

Currency Index CFDs are currently available for the following 10 major currencies USD, EUR, JPY, GBP, CHF, AUD, NZD, CAD, NOK and SEK. These are set out in the CMC Product Schedule and may change from time to time. You should consult the CMC Product Schedule for information on the availability of Currency Index CFDs (please refer to section 1.9 for further details about the CMC Product Schedule and updated information).

3.4 Fees and charges

You will pay fees and charges when dealing in CFDs with CMC, including Charges which are described in section 3.6. Refer to section 4, which deals with fees and charges.

3.5 Adjustments for Dividends and other Corporate Actions

CMC may, at its discretion, adjust your Account to reflect Dividends and certain Corporate Actions that occur in respect of the Underlying Reference Instrument to which Share, Index and Sector CFDs are referable. There are no Corporate Action adjustments applicable to CFDs other than Share, Sector and Index CFDs, although Rollover Charges and Benefits may apply (refer to table below).

CFD Type	Adjustments for Dividends and Corporate Actions	Financing and Rollover Charges and Benefits (see Section 3.6)
Share	Yes	Yes
Index	Yes	Yes
Sector	Yes	Yes
Forex	No	Yes
Bullion	No	Yes
Commodity	No	No
Treasury	No	No
Index Future	No	No
Currency Future	No	No
Currency Index	No	No

Adjustments made relating to Dividends and Corporate Actions in respect of the Underlying Reference Instrument will be reflected in your Account (whether by way of a debit or credit of an amount or the increase or decrease in the number of CFDs) should they occur.

The particular adjustments in respect of Dividends and Corporate Action events are detailed in paragraph 5 of Schedule 2 of the TOB. A summary is set out below.

Adjustments for Dividends

Long Share CFD position

If you have a long Share CFD position, your Account will be adjusted for any Cash Dividend that the holder of the security would have received after any tax has been paid or withheld at source by the Underlying Entity (assuming that the holder of the security is a Singapore resident corporate taxpayer). The adjustment will result in your Account being credited with an amount equal to the net amount of the Cash Dividend after taking into account such taxes.

The reference to Cash Dividend is to the cash dividend or distribution declared. Accordingly, your Account is not adjusted for any Franking Credits attached to a dividend or distribution on your long Share CFD positions.

Short Share CFD position

If you have a short Share CFD position, your Account will be adjusted for an amount equal to the Cash Dividend. If an Australian share is its Underlying Reference Instrument, CMC will endeavour to hedge its exposure to your short position by borrowing the Australian share from a non resident of Australian for Australian tax purposes. However, if CMC must borrow the underlying Australian share from an Australian tax resident, your Account will also be adjusted for any amount charged to CMC Markets for any Franking Credits attached to the Cash Dividend, in addition to the amount of the Cash Dividend. That is your Account will be debited with an amount equal to the Grossed-up Dividend.

Sector and Index CFDs

Where a Cash Dividend is declared in respect of an Underlying Reference Instrument of a Sector CFD or Index CFD, any adjustment to your Account for the Cash Dividend declared will also be applied pro rata by CMC in proportion to the weighting that the relevant Underlying Reference Instrument has within the basket of securities or index. Adjustments to your Account in respect of Sector and Index CFDs will not take into account Franking Credits for both long and short Sector and Index CFD positions.

The weighting that a particular Underlying Reference Instrument has within a Sector CFD is calculated in accordance with the relative market capitalisations of all companies whose securities constitute a basket of securities, over which CMC is offering the Sector CFD.

The weighting that a particular Underlying Reference Instrument has within an underlying index is calculated in accordance with the relative market capitalisations of all companies whose securities constitute part of that index, as reported in a specialist dividend forecasting and index tracking service used by CMC. The weightings of an Underlying Reference Instrument within the index may also be available independently from other specialist dividend forecasting and index tracking services and data vendors.

Timing of Dividend adjustments

Cash Dividend adjustments relating to a Share, Index or Sector CFD will be made by close of business on the day following the ex-dividend date. Refer to paragraphs 5.1 – 5.4 of Schedule 2 to the TOB for more detail.

Adjustments for Corporate Actions (such as rights issues)

When a Corporate Action occurs affecting an Underlying Reference Instrument, CMC may, at CMC's sole and absolute discretion, make such adjustments to the CFDs due to the Corporate Action as CMC determines (acting reasonably and in good faith) is appropriate to preserve the economic equivalent of the relevant Corporate Action. However, CMC Markets is under no obligation to make such adjustment or to adjust the terms of any CFD in connection with a Corporate Action. You should remain aware of Corporate Actions that have occurred and that may impact upon your positions. Please note that CMC is under no obligation to monitor Corporate Actions or bring them to your attention.

If we determine that it is not practicable to adjust the terms of a CFD to account for a relevant Corporate Action, we may (but shall not be obliged to) close and then re-open your CFD position at a new price and/or vary the terms of your orders and CFDs to preserve the economic equivalent of the rights and obligations of the parties prior to a Corporate Action. If this occurs you will be refunded any Commission you have paid for any of your positions and/or orders that have been closed or re-opened as a result. In addition, the underlying exchange may purge orders on Underlying Reference Instruments placed during Corporate Actions. When this happens, your orders may be cancelled by CMC. You will need to re-enter the orders if this occurs.

Qualifying for Adjustments relating to dividends and Corporate Actions

To qualify for adjustments relating to dividends and Corporate Actions, you must hold the CFD in respect of the affected Underlying Reference Instrument at the close of business on the day preceding the ex-dividend, ex-rights or equivalent date as quoted in the Underlying Market.

3.6 Financing and Rollover Charges and Benefits

Overnight Financing for Share, Index and Sector CFDs

Share, Index and Sector CFD positions held overnight will have a Financing Charge or Benefit applied according to the total notional value of the position at the relevant CMC Financing Rate. If you are long a Share, Index or Sector CFD you may pay a Financing Charge to CMC, whilst if you are short a Share, Index or Sector CFD you may receive a Financing Benefit from CMC at the relevant Financing Rate. The method used by CMC to calculate the Financing Rates is set out in section 4.2.

If a Share, Index or Sector CFD position is not held overnight you will pay no Financing Charge.

Forex CFDs Rollovers

Forex Spot CFD positions that are rolled over will result in you paying a Rollover Charge or receiving a Rollover Benefit at the CMC Rollover Rate.

The CMC Rollover Rate for Forex CFDs is a varying rate dependent on the currency pair, the applicable rate in the interbank markets according to the duration of the rollover period, the size of the position and the CMC Spread that is applied.

The interbank rate is the interest rate differential between the two applicable currencies (Interbank Rate). For example, if you have a long Australian Dollar/Japanese Yen (AUD/JPY) position and interest rates are higher in AUD than in JPY, then you may receive interest at the CMC Rollover Rate if you hold the position overnight and do not close it before the Settlement Time. This is because you are holding the higher yielding currency. However, if the JPY interest rate is higher than AUD then the interest rate differential will cause you to be charged interest at the CMC Rollover Rate if you hold the position overnight and do not close it before the Settlement Time.

The interest that you pay or receive at the CMC Rollover Rate is reflected in the price at which the open position is rolled forward.

Bullion CFDs Rollovers

Bullion CFD positions held overnight and not closed before the Settlement Time will have a Rollover Charge or Benefit applied, which is calculated by multiplying the total notional value of the position by the Rollover Rate. If you are long a CFD you will have to pay a Rollover Charge to CMC, whilst if you are short you will receive Rollover Benefit from CMC.

The CMC Rollover Rate for Bullion CFDs is a varying rate dependent on the applicable rate in the interbank markets according to the duration of the rollover period, the size of the position and the CMC Spread that is applied at CMC's discretion.

Rollover at Expiry for Commodity CFDs

If held until CMC's expiry day your Commodity CFD position will be automatically closed out by CMC at CMC's "Commodity Rollover Price" (see the next paragraph) on the CMC expiry day of the CFD contract. The CFD position will then be "rolled over" and re-opened by CMC in the Next Serial CFD Contract.

CMC determines the Commodity Rollover Price by obtaining on CMC's expiry day the difference between the average trading price during that day of the expiring CFD contract and Next Serial CFD Contract. CMC then subtracts that difference from the Underlying Reference Instrument settlement price of the next serial contract to formulate the price at which the customer is closed out of the expiring contract. The application of this difference has the effect of smoothing the increased price volatility due to decreased liquidity on the days close to expiry.

No charges are incurred when positions are rolled as the closing and opening prices relate directly to where the relevant instruments have been trading.

Rollover at Expiry for Treasury CFDs

If held until CMC's expiry day your Treasury CFD position will be automatically closed out by CMC and then "rolled over" and re-opened by CMC in the Next Serial CFD Contract

CMC obtains the official Underlying Reference Instrument settlement price of the expiring contract and of the next serial contract. Customers will have their positions closed out at the official Underlying Reference Instrument settlement price of the expiring contract and reopened in the new contract at the official Underlying Reference Instrument settlement price of the next serial contract .

No charges are incurred when positions are rolled as the closing and opening prices relate directly to where the relevant instruments have been trading

Please note that the expiry dates of Treasury or Commodity CFDs may differ to that of the underlying referenced Treasury or Commodity futures contract. CMC's Treasury and Commodity CFDs expiry day dates can be obtained on the CMC trading platform.

Rollover at CMC Markets' Expiry Day for Index Future CFDs

An Index Future CFD will expire on the last business day preceding the day of expiry of the relevant Underlying Reference Instrument, which is an Equity Index Futures Contract that expires on a monthly or quarterly basis.

The Next Serial CFD Contract will become available 2 business days prior to the expiry of the current Index Future CFD. This is dependant upon liquidity and may be subject to change at CMC Markets' absolute discretion.

Pending orders on Index Future CFDs will be cancelled upon the expiry of the Index Future CFD upon which the pending order is placed.

Should an open position in relation to an Index Future CFD be held until expiry, then that position will be automatically closed at the official closing price of the relevant Underlying Reference Instrument and re-opened at the official closing price of (and on the same day as) the next expiry of the relevant Underlying Reference Instrument.

No charges are incurred when positions are rolled as the closing and opening prices relate directly to where the relevant instruments have been trading.

Rollover at CMC' Expiry Day for Currency Index CFDs

If held until CMC' Expiry Day your Currency Index CFD position will be automatically closed out by CMC and then "rolled over" and re-opened by CMC in the Next Serial CFD Contract

The Next Serial CFD Contract will become available 2 business days prior to the expiry of the current Currency Index CFD. This is dependant upon liquidity and may be subject to change at CMC' absolute discretion.

Pending orders on Currency Index CFDs will be cancelled upon the expiry of the Currency Index CFD upon which the pending order is placed.

No charges are incurred when positions are rolled as the closing and opening prices relate directly to where the relevant instruments have been trading.

Rollover at CMC Markets' Expiry Day for Currency Index CFDs

If held until CMC Markets' Expiry Day your Currency Index CFD position will be automatically closed out by CMC Markets and then "rolled over" and re-opened by CMC Markets in the Next Serial CFD Contract

The Next Serial CFD Contract will become available 2 business days prior to the expiry of the current Currency Index CFD. This is dependant upon liquidity and may be subject to change at CMC Markets' absolute discretion.

Pending orders on Currency Index CFDs will be cancelled upon the expiry of the Currency Index CFD upon which the pending order is placed.

No charges are incurred when positions are rolled as the closing and opening prices relate directly to where the relevant instruments have been trading.

3.7 Minimum trade sizes

The minimum trade size for each CFD is set out in the CMC Product Schedule by reference to the Underlying Reference Instrument.

Share, Index, Sector, Commodity and Treasury CFDs

For Share, Index, Sector Commodity, Treasury CFDs and Currency Index CFDs, the minimum transaction size is generally 1 CFD, with the exception of the JGB where the minimum is 100.

As new CFDs are periodically added to CMC's Product Schedule customers should consult the CMC Product Schedule for the current minimum trade size amounts.

Forex CFDs

The minimum trade sizes for Forex Spot CFDs are listed in the CMC Product Schedule.

The minimum trade size for Forex Forward CFDs is USD\$250,000 or the equivalent in another currency.

Bullion CFDs

The minimum deal size for Bullion CFDs is:

- Gold CFDs: 10 ounces.
- Silver CFDs: 1,000 ounces.

3.8 Pricing

CMC's prices may differ from those in the Underlying Market

The CFD prices at which you trade CFDs with CMC reflect the prices of the Underlying Reference Instrument to which CFDs relate. However, the prices quoted by CMC for its CFDs may not be the same as those of the Underlying Reference Instrument in the Underlying Market.

The real time dealing prices displayed on the dealing platform are indicative prices that CMC is offering for its CFDs. Furthermore, the spreads on CFDs may not be the same as the spreads in the Underlying Market.

The CMC dealing platform may also display the indicative volume of CFDs which are available at CMC's indicative price. However, the platform will not display the number of orders already placed (but not accepted) for these CFDs. That is, should you place an order, the platform will not display your position in the queue. Please refer to the CMC dealing platform for the indicative availability of volume and indicative price depth information in respect of each CFD. Please also see section 5.4 regarding how dealing may be affected by factors in the Underlying Market.

CMC does not provide customers with access to prices in the Underlying Market or market depth information in relation to the Underlying Market on its dealing platform. Accordingly, it is for you to access such information from other sources, and decide whether you wish to deal in the CFD with CMC or directly in the Underlying Reference Instrument in the Underlying Market.

Where the volume of CFDs you wish to deal in is not reflected in the Underlying Reference Instrument in the Underlying Market, CMC may re-quote the price at which it offers the CFDs to you to reflect that lack of liquidity in the Underlying Reference Instrument. For further information on the circumstances in which CMC may re-quote a price, see section 7.3.

You may obtain real time prices in the Underlying Reference Instrument by accessing any of a number of services that provide investors with real time prices from those markets. In particular, information vendors offer real time and delayed prices from the Underlying Market, whilst exchanges, such as the Singapore Stock Exchange, usually offer delayed prices at no cost. Finally, the financial media also provides opening and closing prices.

If you are unsure about where you can obtain prices in the Underlying Market, please telephone the Customer Services Department on 1800 559 6000 (only in Singapore) or +65 6559 6000 for assistance.

How does CMC Markets determine the prices for its CFDs?

CMC's prices for CFDs are based on the prices of the Underlying Reference Instrument in the relevant Underlying Market. CMC may quote a bid / offer price that is different to the bid / offer price for the Underlying Reference Instrument in the Underlying Market. The difference in the CMC bid / offer price is the "CMC Spread". The CMC Spread is calculated and applied by CMC having regard primarily to the liquidity in the Underlying Market.

CMC may change its prices in response to fluctuations in the aggregate demand for particular CFDs and Underlying Market conditions.

CMC's prices for Index CFDs take into account "fair value". Fair value is a pricing formula used to determine the expected price of a futures contract, and is calculated by taking into account the cash index level, dividends, days to expiry on a futures contract and compounded interest. The fair value of a futures contract may differ from the actual price of the futures contract.

CMC's prices for Sector CFDs are based on the bid / offer prices of the constituent Underlying Reference Instrument, weighted in accordance with the Underlying Entities' relative market capitalisations, and the application of a CMC Spread.

CMC's prices for Commodity and Treasury CFDs are based on the last traded price of the Underlying Reference Instrument, which is a futures contract, with the application of a CMC Spread.

CMC's prices for Bullion and Forex CFDs are based on the Interbank Rate prices of the constituent Underlying Reference Instrument, calculated by CMC by applying the CMC Spread to the Interbank Rate.

CMC Markets' prices for Index Future CFDs are based on the underlying mid-market price of the Underlying Reference Instrument, which is a futures contract based on an Equity Index, and the application of the CMC Markets Spread.

CMC Markets' prices for Currency Future CFDs are based on the underlying mid-market price of the Underlying Reference Instrument, which is a Currency Futures Contract, and the application of the CMC Markets Spread.

CMC's prices for Currency Index CFDs are calculated by taking into account:

- the mid-market prices of each constituent Underlying Reference Instrument (currency) in the Currency Index,
- the weightings chosen by CMC for each currency in the Currency Index, having regard to the trade volumes between the currency of the index subject (for a USD Currency Index CFD, the USD) and the currencies issued by each country represented in the Currency Index; and
- a constant to calculate the bid/offer price for the relevant Currency Index. The constant is chosen by CMC in a manner that is representative, fair and reasonable having regard to the constant used by the relevant central bank in calculating the trade-weighted index (but may differ); and
- the application of a CMC Spread.

The weightings and constant are available from CMC upon request, although they may change from time to time. The Bid / Offer price for each Currency Index CFD is calculated in a manner that is representative, fair and reasonable, to broadly reflect the trade weighted index used by the relevant central bank (detailed information is set out in Schedule 7 of the Terms of Business). By way of example, the price of a USD Currency Index CFD, (which compares the performance of the USD against a basket of currencies of its major trading partners) is determined by CMC in a manner that is representative, fair and reasonable, to broadly reflect the trade-weighted index calculated by the central bank of the United States (i.e. the US Federal Reserve).

Prices for each Currency Index CFD are denominated in the primary reference currency (that is, a USD Currency Index CFD is denominated in USD). Please also refer to paragraph 6.7 for details about currency balances in your account.

Pricing errors

If errors occur in the prices of CFDs quoted by CMC, neither party, without prejudice to any rights it may have under statute or common law, will be bound by any dealing which purports to have been made (whether or not confirmed by CMC) at a price which was, or ought reasonably to have been, known to either party to be materially incorrect at the time of the dealing. If the customer gives notice to CMC that he or she wishes to not be bound by dealing due to a pricing error, CMC will determine in its sole discretion, acting reasonably, whether the price quoted was materially incorrect.

3.9 Your Margin obligations to CMC

The Margin you need when you open a CFD position with CMC

When you open a CFD position with CMC you need to have sufficient Free Equity in your CMC Account to satisfy the Margin Requirement for the relevant number of CFDs. A list of Margin Percentages for CFDs is located in section 4.2 of this PDS and per instrument in the CMC Product Schedule.

Margin Requirements on Share, Index and Sector CFDs are calculated as follows:

$$(\text{Quantity} \times \text{Contract Price}) \times \text{Margin Percentage} = \text{Margin Requirement}$$

Share CFDs Margin Requirements

CMC's Margin Percentages on individual Share CFDs are generally between 10-50% of the notional value of your position.

For example, if you bought 10,000 Singtel Share CFDs at a price of SGD3.50, the Margin Requirement would be calculated as follows:

$$(10,000 \times \text{SGD}3.50) \times 10\% = \text{SGD}3,500$$

Index CFDs Margin Requirements

CMC's margin percentage on Index CFDs is 5%. For example, an SGD10,000 initial deposit allows you to deal in up to SGD200,000 notional value on Index CFDs.

For example, if you bought 10 AUSSIE200 Index CFDs at a price of 5,800, the Margin Requirement would be calculated as follows:

$$(10 \times 5,800) \times 5\% = \text{AUD}2,900$$

Sector CFDs Margin Requirements

CMC's margin percentage on Sector CFDs is 20%. For example, an SGD10,000 initial deposit allows you to deal in up to SGD50,000 notional value on Sector CFDs.

For example, if you bought 10 US Banks Sector CFDs at a price of 400, the Margin Requirement would be calculated as follows:

$$(10 \times 400) \times 20\% = \text{USD}800$$

Treasury CFDs Margin Requirements

CMC's Margin Percentage on Treasury CFDs is 20% of the notional value of your position.

Treasury CFDs move in Minimum Point Increments (or "ticks") of 0.01 as outlined in the CMC Product Schedule. As a result, your Margin Requirement can be calculated as follows:

$$[(\text{Quantity} \times \text{Contract price}) / \text{Minimum Point Increment}] \times \text{Margin} = \text{Margin Requirement}$$

For example, to buy 1 TNOTE10YR CFDs at a price of 108.00, the Margin Requirement would be calculated as follows:

$$[(1 \times 108.00) / 0.01] \times 20\% = \text{USD}2160$$

See the CMC Product Schedule for specific Margin Percentages for Treasury CFDs, and for an outline of Minimum Point Increments see section 3.22 of this PDS.

Commodity CFDs Margin Requirements

CMC's Margin Percentage on Commodity CFDs is 20%. Commodity CFDs have Minimum Point Increments (or "ticks") of between 0.01 and 1.0. As a result, your Margin Requirement can be calculated as follows:

$$[(\text{Quantity} \times \text{Contract price}) / \text{Minimum Point Increment}] \times \text{Margin} = \text{Margin Requirement}$$

For example, to buy 10 USCRUDE CFDs trading at a price of \$70, the Margin Requirement calculation would be as follows:

$$[(10 \times 70) / 0.01] \times 20\% = \text{USD } \$14,000$$

Please refer to the CMC Product Schedule for individual commodity tick values.

Forex CFDs Margin Requirements

CMC's Margin Requirement for Forex CFDs is 2% of the notional value of the position.

For example, to buy 10,000 USD/SGD FX CFDs at a price of 1.5400, the Margin Requirement would be calculated as follows:

$$10,000 \times 1.5400 \times 2\% = \text{USD}308$$

Index Future CFDs Margin Requirements

CMC Markets' Margin Requirement for Index Future CFDs is 5% of the notional value of the position. Margin requirements on Index Future CFDs may be calculated as follows:

$$\text{Margin Percentage} \times \text{Contract Price} \times \text{Contract Quantity} = \text{Margin Requirement}$$

For example, to buy 10 Index Future CFDs trading at a price of AUD\$6,000, the Margin Requirement calculation would be as follows:

$$5\% \times 6,000 \times 10 = \text{AUD } \$3000$$

Currency Future CFDs Margin Requirements

CMC Markets' Margin Requirement for Currency Future CFDs is 5%. Your Margin Requirement can be calculated as follows:

$$\text{Margin Percentage} \times [(\text{Contract Quantity} \times \text{current Contract Price}) \times \text{Contract Size}] = \text{Margin Requirement}$$

For example, to buy 10 EURO Future Dec 07 CFD at a price of USD\$1.3861, which have a Contract Size of USD\$12,500, the Margin Requirement would be as follows:

$$5\% \times [(10 \times 1.3861) \times 12,500] = \text{USD } \$8,663.13$$

Please refer to the CMC Markets Product Schedule for the Contract Size of each Currency Future CFD.

Currency Index CFDs Margin Requirements

CMC's Margin Requirement for Currency Index CFDs is 5%. Your Margin Requirement can be calculated as follows:

$$(\text{Margin Percentage} \times \text{current Contract Price} / \text{Minimum Point Increment}) \times \text{Contract Quantity} = \text{Margin Requirement}$$

For example, to buy EUR/FXI CFD at a price of €101.85, the Margin Requirement would be as follows:

$$5\% \times [(101.85/0.01) \times 10] = \text{€}5,092.50$$

For an outline and description of Minimum Point Increments see section 3.22 of this PDS.

3.10 Margin on an ongoing basis

As the price of the CFD moves, your Total Margin Requirement will also move in alignment with this price change. This is because your Total Margin Requirement is based upon the current notional value of your positions.

For example, if you bought 1,000 Google Share CFDs at the price of USD\$350, the calculation would be as follows:

$$(1000 \times 350) \times 10\% = \text{USD}35,000$$

If the price of Google then moved to \$351, the Margin Requirement would be as follows:

$$(1000 \times 351) \times 10\% = \text{USD}35,100$$

You must maintain sufficient Free Equity in your Account to cover any increases in your Total Margin Requirement. If your Total Margin Requirement exceeds your Total Equity, then your Account will be placed on Margin Call (see section 3.13). If your Account reaches the Liquidation Level some or all of your positions may be liquidated (see sections 3.14 and 5.2).

3.11 Profits and losses

Profits made from your dealing activities increase the Total Equity in your Account. Losses made as a result of your dealing activities decrease the Total Equity balance on your Account, and therefore the Total Equity available for dealing in CFDs or holding positions (see section 3.12 for further information).

3.12 Total Equity balances

The Total Equity of your Account will fluctuate according to the money you have deposited in your Account, the dealings conducted on your Account and the positions you hold.

During the trading day, your Account balance is constantly calculated in line with movements in CMC's prices. The Account balance is also calculated at the end of the day using CMC's Mid Price closing rates (or CMC's last dealing price).

Your Total Equity balance is used to assess your available margin against current positions, and any potential new positions you may wish to take. The Total Equity balance is used to establish if there is a requirement for additional Margin to be paid in respect of your Account.

Once a position is opened, the Total Margin Requirement must always be maintained for the open position(s). It is your responsibility to ensure that your Account is sufficiently funded at all times, especially during volatile trading periods.

To assist you to monitor your equity balances in your Account, we summarise your Total Equity and Free Equity together with your Total Margin Requirement in your daily statement, and our back office facility provides you with your open position and Total Equity report online.

You will only be allowed to withdraw from the Free Equity in your Account, which is the Total Equity in your Account less your Total Margin Requirement. Additionally, you will only be allowed to deal and maintain open positions on the basis of cleared funds on your Account, not on promised funds or funds in transit.

3.13 Margin Calls

If your open CFD positions move against you and your Total Equity balance falls below your Total Margin Requirement, your Account will be placed on Margin Call.

Restoring your Total Equity balance and satisfying your Margin Call obligations will require:

- closing or reducing one or more of your open position(s) in order to reduce your Total Margin Requirement to CMC; and/or
- depositing additional funds into your Account in order to satisfy the Total Margin Requirement within 2 business days.

These steps may not be necessary if there is an increase in the value of your held positions due to a further market fluctuation.

For an example of how your Account may be placed on Margin Call, please refer to Example 21 in the Annexure.

In this example you opened a Long position and closed at a lesser price. After Commission and financing charges you would have made \$7,147.72 loss.

Once your Free Equity balance falls below your Total Margin Requirement, as shown above, it may be prudent that you place a Stop-loss order with us to try to avoid a deficit balance on your Account. Our policy is not to provide credit facilities on any Accounts.

In some instances, the placing of Stop-loss orders may not always limit your losses to the amounts that you may want. Refer to section 7.4.

Once your Total Equity balance falls below your Total Margin Requirement, you may be restricted from dealing on your Account until your Total Equity balance meets or exceeds your Total Margin Requirement.

3.14 Liquidation level

We may place a liquidation order for your open position(s) when your Total Equity balance falls below the levels outlined in section 6.3 (the Liquidation Level). At or below this Liquidation Level, we may liquidate some or all of your open positions.

However, CMC does not represent or warrant, or give any assurance that it will place such liquidation orders, or that they will be executed, or that your open positions will be closed out at any particular level. Accordingly, your losses may be higher than what they would have been had CMC exercised its right to place a liquidation order.

Furthermore, you will be liable for those losses, despite CMC having had the right to close out your position at a time before you incurred those additional losses. Any such loss may result in you losing all moneys that you have deposited in your Account with CMC, and may require you to pay CMC further funds representing losses and other fees on your open and closed positions (refer to section 5.1).

It is your responsibility to ensure that you do not exceed your margin obligations and total exposure to CMC at all times, and to ensure you do not rely on CMC to close out your positions should they be nearing, or exceed, the above levels. You may do this by reviewing your Account details on the Marketmaker® trading platform. You may also contact Customer Services Department should you have any queries about your current margin obligations.

Margin Calls can be made at any time of the day and alternative payment arrangements must be made if you cannot be contacted or if you are travelling.

You should refer to the TOB, and in particular clause 8.1 of the TOB, for the consequences arising from non-payment of Margin Calls. Where you fail to pay a Margin Call, CMC has the right to close your open positions, limit the size of your open positions or refuse orders to establish new positions.

3.15 Changes in Margin Requirement

CMC may under the TOB exercise its right to alter the Margin Percentage of any CFD position at any time at its discretion (refer to clause 7.8 of the TOB). This, in turn, alters your Total Margin Requirement.

Furthermore, if CMC determines that a Emergency Event (defined in clause 38.1 of the TOB) exists then it may, without prejudice to any other rights under the Customer Agreement and at its sole discretion, take any one or more of the steps outlined in clause 38.2 of the TOB.

One of the steps that CMC may take is to increase the Margin Percentage from that specified in section 4.2 of this PDS up to 100%. Accordingly, you should be prepared at any time to have funds equal to the notional value of your CFD position available to meet any increase in the Margin Percentage by CMC.

3.16 Conflicts of interest

CMC, its associates or other persons connected with CMC may have an interest, relationship or arrangement that is material in relation to any CFD entered into with CMC, or general information provided by CMC.

CMC is a market maker, not a broker. Accordingly, you will be trading CFDs directly with CMC, and not on any financial market. As a market maker, CMC sets the prices that refer to, but may not always be the same as, those in the Underlying Market. CMC will always act as a principal, not as an agent, for its own benefit in respect of all CFD transactions with you.

The CMC Group may also conduct transactions as principal in the Underlying Reference Instruments on which CFDs are based, including shares and futures. In particular, the CMC Group may hedge CMC's liability to you in respect of your CFD positions by undertaking transactions in the Underlying Reference Instruments in the Underlying Markets. These trading activities may affect (positively or negatively) the prices at which you may trade CFDs.

For further information on how CMC treats these interests, relationships or arrangements, as well as other conflicts, please refer to clause 27 of the TOB.

3.17 Discretions

CMC may exercise a variety of discretions in respect of your trading in CFDs. In exercising such discretions, CMC will have regard to its commercial objectives, which will include:

- maintaining its reputation as a product issuer;
- responding to competitive market forces;
- managing all forms of risk including but not limited to operational risk and market risk; and
- complying with its legal obligations as a holder of a capital markets services licence issued by the MAS.

CMC exercises its discretion in a wide range of circumstances including where CMC changes its Commission rates, calculates a currency index and accepting to deal in CFDs with customers. Where we increase Commission rates, we will issue a new or supplementary PDS. New information for other changes will be placed on our website at www.cmcmarkets.com.sg.

3.18 Customers may be treated differently

CMC in its absolute discretion may quote different prices, and charge Commission, financing charges and other charges at different rates, to different customers.

3.19 Sharing of Commissions and other amounts

CMC may share Commission, the dealing spread, financing charges and other charges with its associates or other third parties or receive remuneration from them in respect of Contracts entered into by CMC with you. CMC may share such amounts with introducing advisers and referrers for the introduction or referral of customers to CMC.

3.20 Indemnity

Please note that in accordance with clause 30.1 of the TOB, you must indemnify CMC for any losses incurred by CMC as a result of a number of reasons including CMC entering into any Contract with a customer or any third person to enable CMC to fulfil its contractual obligations to you. Refer to clause 30.1 of the TOB for further information.

3.21 Security

Please note that in accordance with clause 7.1(c) of the TOB, and in addition to Margin, you must pay to CMC such sums of money as CMC may from time to time require as security for your obligations to CMC.

3.22 Minimum Point Increment

The Minimum Point Increment can also be referred to as a "Tick Movement" or a "Pip Movement" and represents the minimum price change between two successive transaction prices. The Minimum Point Increment can represent either an upward or downward movement in price. It is important to note that the size and value of a Minimum Point Increment can differ between different instruments. The size and value of a Minimum Point Increment are listed in the CMC Product Schedule.

For example: if the price of BHP moved from \$25.01 to \$25.02 or if the price of AUD / USD Spot moved from 0.7510 to 0.7511 both would have moved one Minimum Point Increment.

The effect of an increase of one Minimum Point Increment on both the CFD and Underlying Referenced Instrument is detrimental to a buyer and beneficial to a seller. The effect of a decrease of one Minimum Point Increment is beneficial to a buyer and detrimental to a seller.

4 Fees and charges when dealing in CFDs

Fees and charges when dealing in CFDs may incorporate any or all of the following:

- Commission on CFD trades executed;
- Margin and Financing adjustments;
- Rollover Charges at CMC's Rates;
- Interest charges applied to debit balances in your Account;
- Stock borrowing costs
- Exchange fees;
- Guaranteed Stop-loss order premiums;
- Administration charges.

4.1 Commissions on CFD trades executed

What is CMC's Commission structure for CFD trades executed?

CMC charges a minimum Commission on all order executions as detailed in the Commission table below.

The Commission charge on any given trade executed will be the greater of:

- the amount that is calculated by multiplying the commission rate by the notional value of the CFD; or
- the minimum Commission as outlined in the Commission table.

The Commission charge payable to CMC for CFD trade executions is not subject to Goods and Services Tax (GST) in Singapore.

How is the Commission charged?

The Commission will be debited from a customer's Account as soon as possible after a CFD order is executed. All Commissions are charged in the currency in which the instrument is denominated. Details of your Commission charges are provided on your daily and monthly statements.

You should note that CMC may change its Commission structure from time to time in which case a new PDS will be issued and the CMC Product Schedule may also be updated.

What Commission is charged on CFDs?

CMC applies a Commission rate on individual Share CFDs as detailed in the table below. The Commission charged on Individual Share CFDs varies depending on the instrument's underlying market.

For example, a transaction in Vodafone (UK) CFD with a notional value of GBP15,000.00 is charged Commission of GBP15.00, being 0.10% of 15,000.00.

Commission Table		
Country's Share CFDs	Rate	Minimum
Singapore*	0.15%	SGD \$15 or USD \$15
Hong Kong	0.25%	HKD \$25
Japan	0.25%	YEN ¥1000
Australia	0.10%	AUD \$10
New Zealand	0.10%	NZD \$10
European Union member countries (other than those listed in this table)	0.10%	EUR €10
Denmark	0.10%	DKK 100
Norway	0.10%	NOK 100
Sweden	0.10%	SEK 100
Switzerland	0.10%	CHF 10

Commission Table (continued)		
Country's Share CFDs	Rate	Minimum
United Kingdom	0.10%	GBP £10
United States	USD\$0.02 per Share CFD	USD\$10
Canada	CAD\$0.02 per Share CFD	CAD\$10
Czech	0.35%	CZK350
Hungary	0.35%	HUF 3500
Poland	0.35%	PLN 35
Russia	0.10%	USD \$10
Turkey	0.35%	TRY 35
Egypt	0.10%	USD \$10
South Africa	0.20%	ZAR 100
United States listed South American Share CFDs	0.10%	USD \$10

*Singapore Share CFDs are quoted in USD or SGD and Commission is charged in the currency that the Share CFD is quoted in.

All instruments and the applicable currency value are specified in the CMC Product Schedule located at www.cmcmarkets.com.sg.

CMC may vary the CMC Product Schedule at any time, except when reducing the types of CFDs available for trading, in which case 7 days' notice will be given to you. The CMC Product Schedule is available either electronically by email or on CMC's website.

4.2 Margin Percentages and Financing Rates

The table below sets out the Margin Percentages used to calculate your Margin Requirement, and how the Financing Charges and Benefits you pay or may receive on long and short CFD positions held overnight are calculated.

The overnight financing rate is determined by adding or subtracting the interest percentages in the table below from the relevant interest rate (Relevant Interest Rate).

Please note that the minimum CMC Financing Rate for any short Share, Index or Sector CFD position is zero. That is, no financing benefit will be credited to your Account when the interest percentage to be deducted in calculating the Financing Rate is greater than the Relevant Interest Rate.

For example, you establish a short Japanese Share CFD position, the Relevant Interest Rate would be less than 3.0%, which is currently equal to the interest percentage for the CMC Financing Rate. In that case, no Financing Benefit would be paid to you in respect of the short Japanese Share CFD position.

Example:

CFD Type	Relevant Interest Rate	Less	Japanese Short CFD Rate	Equals	Financing Rate (minimum of 0%)
Japanese Share CFD	2.5%		3.0%		0%

Please also note that the Relevant Interest Rate and the Financing Rate are calculated on the basis of a 360 day year. The exceptions to this are CFDs relating to Australian and United Kingdom Underlying Reference Instruments, where the Relevant Interest Rate and the Financing Rate are calculated on the basis of a 365 day year.

The Relevant Interest Rate is the rate determined by CMC from time to time. CMC may vary the Relevant Interest Rate at any time. You may contact the Customer Services Department on 1800 559 6000 (only in Singapore) or +65 6559 6000 for details of the prevailing Relevant Interest Rate.

Country	Margin Percentage*	Financing Rate	
		The Relevant Interest Rate** (plus or minus the following Interest Percentages)	
Share CFDs		Long	Short
Singapore	10% - 20%	+3%	-3%
Hong Kong	10%	+3%	-3%
Japan	10%	+3%	-3%
Australia	10% - 50%	+3%	-3%
New Zealand	10%	+3%	-3%
United Kingdom	10%	+3%	-3%
United States	10%	+3%	-3%
Canada	10%	+3%	-3%
European Union member countries (excluding those listed in this table)	10%-20%	+3%	-3%
Denmark	20%	+3%	-3%
Sweden	20%	+3%	-3%
Switzerland	20%	+3%	-3%
Finland	20%	+3%	-3%
Ireland	20%	+3%	-3%

Country	Margin Percentage*	Financing Rate	
		The Relevant Interest Rate** (plus or minus the following Interest Percentages)	
Share CFDs		Long	Short
Norway	20%	+3%	-3%
Portugal	20%	+3%	-3%
South Africa	20%	+3%	-3%
United States listed South American Share CFDs	20%	+3%	-3%
Czech	20%	+3%	-3%
Hungary	20%	+3%	-3%
Poland	20%	+3%	-3%
Russia	20%	+3%	-3%
Turkey	20%	+3%	-3%
Egypt	20%	+3%	-3%
	20%	+3%	-3%
All Index CFDs	5%	+4%	-4%
	20%	+3%	-3%
All Sector CFDs	20%	+4%	-4%
All Treasury CFDs	20%	n/a	n/a
All Commodity CFDs	20%	n/a	n/a
All Forex CFDs	2%	A rollover charge applies. See section 3.6	A rollover charge applies. See section 3.6
All Bullion CFDs	20%	A rollover charge applies. See section 3.6	A rollover charge applies. See section 3.6
All Index Future CFDs	5%	n/a	n/a
All Currency Futures CFDs	5%	n/a	n/a
All Currency Index CFDs	5%	A rollover charge applies. See section 3.6	A rollover charge applies. See section 3.6

*All instruments and the applicable Margin Percentage are specified in the CMC Product Schedule. CMC may vary the CMC Product Schedule at any time except when reducing the list of tradable CFDs, in which case 7 days notice will be provided. The CMC Product Schedule is available either electronically by email or on CMC's website.

** The Relevant Interest Rate is the rate determined by CMC from time to time. CMC may vary the Relevant Interest Rate at any time. You may contact the Customer Services Department on 1800 559 6000 (only in Singapore) or +65 6559 6000 for details of the Relevant Interest Rate. Finance Rates may be varied per instrument in Exceptional Market Conditions in accordance with clause 38 of the TOB

Rollover Charge

You may pay or receive a Rollover Charge, which is calculated according to the applicable rate in the Interbank markets according to the duration of the period of rollover and the CMC Spread (Rollover Rate). These Rollover Rates are calculated on an ongoing basis by CMC. You may contact the Customer Services Department on 1800 559 6000 (only in Singapore) or +65 6559 6000 for the current applicable Rollover Rate for any Forex and Bullion CFDs.

For further information about the Rollover Charges, please refer to section 3.6 of this PDS.

4.3 Interest charges applied to debit balances in your Account

Interest charges may be applied to debit balances in your Account as per the below table.

Balance on Account	Conditions	Interest Rate
Debit Balance	If you have a debit balance in any currency ledger in your Account after the Margins for CFDs valued in that currency have been taken into account (i.e., you owe money to meet the Margin Requirement on the relevant currency ledger), you will pay interest on the debit balance (notwithstanding any collateral that you may have provided to CMC).	The interest rate used for these interest calculations is based upon the official Relevant Interest Rate for that currency plus 3%. You may contact our Customer Services Department on 1800 559 6000 (only in Singapore) or +65 6559 6000 for details of the applicable interest rate for your Account. CMC may vary the applicable interest rate at any time in response to changes in the official Relevant Interest Rate.

4.4 Stock Borrowing Costs

If CMC is required to go short in the Underlying Market to hedge any of your CFD positions, CMC reserves the right to pass on any stock borrowing costs incurred by CMC in Exceptional Market Conditions as reasonably determined by CMC. The customer will be notified as to the nature and amount of stock borrowing costs before they are applied to their account .

As this cost only relates to Exceptional Market Conditions it will be extremely unlikely that these costs would be passed on to you in the course of regular trading.

4.5 Exchange Fees

If you log in to the Marketmaker® software or if you deal in Australian share or sector CFDs, you will be required to pay at minimum an exchange fee of AUD41.25 per calendar month, unless the trading commission you pay exceeds a certain level as described below. The exchange fee covers fees that CMC must pay to the Australian Stock Exchange for use of real-time ASX prices in the online trading platform.

The exchange fee details are as follows:

Non-Professional investor	AUD41.25
Professional investor	AUD49.50

The exchange fee is subject to change and is dependent upon the method and rate by which CMC is charged by the ASX. You may contact the Customer Services Department on 1800 559 6000 (only in Singapore) or +65 6559 6000 for details of the prevailing exchange fee.

You have the choice to opt out of receiving real-time ASX prices and thus avoiding this fee.

The amount of the exchange fee will be debited from your account, monthly in arrears, if you have logged in to the Marketmaker® software or dealt in Australian Share or Sector CFDs in the calendar month. You will not have to pay an exchange fee to CMC for any given month if the total Commission you pay for any given calendar month is greater than or equal to the equivalent of AUD50. Please note that CMC may amend these conditions from time to time.

4.6 Guaranteed Stop-loss order (GSLOs) Premiums

Guaranteed Stop-loss orders (GSLO) are accepted at CMC's discretion. In return for guaranteeing your closing price, CMC charges a premium for placing a GSLO. Conditions apply to the treatment of GSLOs and customers are advised to confirm these at the time of placing a GSLO.

For example, a GSLO may only be placed at a minimum distance away from the current CMC CFD bid / offer price.

The premiums charged by CMC for placing a GSLO, and the minimum distance from the CFD bid / offer price are specified in the table below:

Product	Premium	Minimum Percentage Away From Current CMC Price
Australian Share CFDs	Higher of AUD\$30 or 0.3% or 30 basis points	5%
German Share CFDs	Higher of USD\$30 or 0.6% or 60 basis points	5%
All other Share CFDs	Higher of USD\$30 or 0.3% or 30 basis points	5%
Sector CFDs	Higher of USD\$30 or 0.2% or 20 basis points	1%
Index CFDs	Higher of USD\$30 or 0.1% or 10 basis points	1%
Commodity CFDs	Not Available	Not Available
Treasury CFDs	Not Available	Not Available
Foreign Exchange CFDs	Not Available	Not Available
Index Future CFDs	Not Available	Not Available
Currency Futures CFDs	Not Available	Not Available
Currency Index CFDs	Not Available	Not Available

The premium paid is calculated by multiplying the notional value of the order by the premium stated above.

It is important to note that the acceptance, amendment or cancellation of a GSLO is at the sole discretion of CMC. Please refer to Example 23 in the Annexure for an example of how a GSLO works, and to section 7.11 for further information.

4.7 Administration charges

Unless otherwise stated, all charges are inclusive of Singapore GST.

Administration service	Fee	
	Singapore based Clients	Non-Singapore based Clients
Receipts		
Electronic Funds Transfer (SGD)	Nil	Nil
Cheque deposits (SGD)	Nil	Nil
Telegraphic transfer	Upon Application	Upon Application
Credit cards (SGD)	2.80%	2.80%
Credit cards (non-SGD currency funding)	2.80% plus Telegraphic Transfer charge (upon application)	2.80% plus Telegraphic Transfer charge (upon application)
Withdrawals		
Electronic Funds Transfer (SGD)	SGD1.50 (excluding the recipient's bank remittance charge)	SGD1.50 (excluding the recipient's bank remittance charge)
Cheque withdrawals (SGD)	SGD 5.00	SGD 5.00
Telegraphic transfers	SGD 1.50 (excluding the recipient's bank remittance charge)	SGD 1.50 (excluding the recipient's bank remittance charge)
Other		
Duplicated statements by post	SGD 40.00 per statement	SGD 40.00 per statement
Returned cheque fee	Upon application	Upon application
Transcripts of telephone conversations	Upon application	Upon application
Audit certificates	Upon application	Upon application
Debt collection	First call SGD 25.00	First call SGD 25.00
	Second call SGD 50.00	Second call SGD 50.00
	Referral to agency SGD 150.00	Referral to agency SGD 150.00

5 Significant risks of dealing in CFDs with CMC

Carefully consider whether dealing in CFDs is appropriate for you in the light of your financial circumstances. In deciding whether or not you wish to become involved in dealing in CFDs with CMC, you should be aware CFDs are speculative products that are highly leveraged and carry significantly greater risk than non-geared investments such as share trading and you could both gain and lose large amounts of money. You may sustain losses in excess of the moneys you initially deposit and also in excess of the Margin required to establish and maintain a CFD position with CMC.

CMC will not give you any general or personal financial product advice. As CMC will only be providing general information, this general information will not take into account your objectives, financial situation or needs. Accordingly, you should obtain your own financial, legal, taxation and other professional advice as to whether CFDs are an appropriate investment for you.

CMC shall not be deemed (directly or indirectly) to render any advice as regards the degree of risk of any CFD that you deal in with CMC. No liability (whether direct or indirect, actual or contingent) whatsoever is accepted for any direct or consequential loss arising from the use of or reliance on this PDS.

5.1 You may suffer losses in excess of the moneys you deposit with CMC

You could sustain a loss greater than the Margin required to establish and maintain a CFD position. In addition you could be required to pay further funds representing losses and other fees on your open and closed CFD positions. For example, if the Margin payable at the time a CFD is opened for a Share CFD position is \$1,000, and the market moves against your position, you could lose much more than the initial \$1,000 you outlaid to open the position.

For an example of suffering a loss greater than funds deposited, please refer to Example 22 in the Annexure.

5.2 Risks resulting from Margin Calls

If the CFD price moves against your CFD position you may be required, at short notice, to deposit further moneys with CMC in order to satisfy your Total Margin Requirement (set out in section 3.10) and maintain your position. This is known as being on Margin Call. The amount of the additional Margin may be substantial. If you fail to provide those additional funds when required, your position may be liquidated at a loss and you will be liable for any shortfall in your Account resulting from that failure.

CMC may require the payment of additional Margin during the term of a CFD, in addition to the Margin required when you enter into a CFD transaction. Failure to pay the additional Margin Requirements and meet your Margin Call obligations promptly may result in:

- some or all of your open positions being closed or liquidated by CMC;
- you being prevented from opening new positions or extending existing positions; and
- you being liable for interest charges on negative or debit balances.

5.3 Derivative markets are speculative and volatile

Derivative markets can be highly volatile. The prices of CFDs and the Underlying Reference Instruments and Indices may fluctuate rapidly and over wide ranges and may reflect unforeseeable events or changes in conditions, none of which can be controlled by you.

The prices of CFDs will be influenced by, amongst other things, changing supply and demand relationships, governmental, agricultural, commercial and trade programs and policies, national and international political and economic events and the prevailing psychological characteristics of the relevant marketplace.

5.4 Dealing may be affected by factors in the Underlying Market, the performance of the Underlying Reference Instruments or the occurrence or existence of certain events

The prices of the CFDs are derived from the prices in the Underlying Markets.

Sometimes markets move so quickly that “gapping” occurs. Gapping is the exposure to loss from failure of market prices or rates to follow a “smooth” or continuous path due to external factors such as world, political, economic and specific corporate events. If “gapping” occurs in the Underlying Market, it will also occur in the price of the relevant CFD and may mean that you are unable to close out your position or open a new position at the price at which you have placed your order or may have liked to place your order.

The Underlying Market may also lack liquidity, caused by insufficient trading activity, or because the aggregate of all requests for orders at a particular price or range of prices determined by CMC exceeds the available volume in the relevant Underlying Markets. This may affect the ability of CMC to offer the relevant CFD in sufficient volume to allow you to close out your position or open a new position. Alternatively, CMC may re-quote the price at which it offers the CFDs to you. Refer to section 7.3 and clauses 5.3 and 8.1(o) of the TOB.

Finally, if trading in the Underlying Market is affected by Exceptional Market Conditions, CMC may use its discretion to determine if you are able to place an order to close out your position or open a new position. Refer to section 3.17 for a description as to how CMC exercises its discretions.

As a result, a potentially profitable deal may not be executed, or it may not be possible to close out a position in a timely fashion at the price you require. This may lead to reduced profits and higher losses.

CMC has the right to close your open position, limit the size of your open position or refuse orders to establish new positions, by giving you notice orally or in writing. Refer to clause 8.3 of the TOB.

An investment in a CFD is not an investment in the Underlying Reference Instruments and you have no rights in respect of such Underlying Reference Instruments. However, the performance of the Underlying Reference Instruments will have a direct effect on the value of the CFD. CMC has not performed, nor will it at any time perform, any investigation or review of the Underlying Reference Instruments, nor does it make any guarantee or express or implied warranty in respect of the performance of the Underlying Reference Instruments or the selection thereof.

The value and/or settlement of the CFDs may also be affected by the occurrence or existence of certain events such as (but not limited to) credit performance of the Underlying Reference Entities, mergers and disposals, trading suspension, price source disruption, material change in the calculation and/or composition of indices comprising a basket of stocks or indices etc.

5.5 Foreign exchange exposure

Your Account is maintained in the currency you have nominated, that is, the Base Currency.

Where you deal in a CFD that is denominated in a currency other than the Base Currency of your Account, all margins, profits, losses and financing credits and debits in relation to that CFD are calculated using the currency in which the CFD is denominated.

Accordingly, your profits or losses may be affected by fluctuations in the relevant foreign exchange rate between the time the order is placed for the CFD and the time the position is closed, liquidated, offset or exercised.

Upon closing a position in a CFD that is denominated in a currency other than the Base Currency of your Account, you will be able to request that the foreign currency balance is converted to the Base Currency of your Account. In addition, CMC may, at CMC's sole and absolute discretion, convert these balances back into your Base Currency if your Total Equity balance falls below US\$200 (or currency equivalent) or in CMC's opinion it is necessary to manage credit risk. Any conversion will be at the CMC Exchange Rate quoted by CMC (and which may be different to the price quoted for a Forex CFD). Until the foreign currency balance is converted to the Base Currency, fluctuations in the relevant foreign exchange rate may affect the ultimate profit or loss made on the CFD position in the Base Currency.

5.6 Interest rate fluctuations

The interest that you receive or pay in relation to your Account balance will be affected by fluctuations in the interest rate specified by CMC for the currency in which your Account is denominated.

Should you deal in a CFD denominated in a foreign currency, the fluctuations in the relevant Financing Rate will also affect your profits and losses.

5.7 Warning about segregated trust accounts

It is important to note that CMC holding your moneys in one or more segregated trust accounts as described in section 6.9 may not afford you absolute protection.

The purpose of segregated trust accounts is to segregate our customers' moneys, including your moneys, from our own funds. However, individual customers' moneys are co-mingled into one or more segregated trust accounts. Segregated trust accounts may not insulate your moneys from a default in the segregated trust accounts. However, it is CMC's policy to top-up a segregated trust account from CMC's own funds where there is a deficit in that account due to the default of a customer.

Should there be a deficit in the segregated trust accounts and in the unlikely event CMC becomes insolvent before it topped-up the segregated trust account in deficit, you will be an unsecured creditor in relation to the balance of the moneys owing to you.

In the event that you become an unsecured creditor of CMC, you will need to lodge a proof of debt with the liquidator for the amount of moneys that are owing to you as evidenced by your Account statements. The liquidator then assesses all proofs of debt to determine which creditors are able to share in the assets of the company, and to what extent, depending on the amounts owing to them and any priority they may have to be paid.

5.8 Loss caused by spread

Because of the difference between the buying and selling price of a CFD, the relevant CFD price must move favourably before you can break even. In other words, even if the CFD price does not move at all and you close out your position, you will make a loss to the extent of the spread and of any CMC charges and Commissions which have been charged.

Furthermore, the spread may be larger at the time you close out the position than it was at the time you opened it.

5.9 Changes in Margin Percentage

CMC may under clauses 7.8 and 38.1 of the TOB exercise its right to alter the Margin Percentage in relation to any of its CFDs at any time at its discretion. Notification of this alteration can be given to you either orally or in writing. The alteration will take immediate effect over the affected open positions. This change will affect your Margin Requirement .

Refer to section 3.15 of this PDS for further information.

5.10 CMC as the product issuer

As CMC issues the CFDs, you are exposed to the financial and business risks, including credit risk, associated with dealing with CMC. That is, if CMC were to become insolvent it may be unable to meet its obligations to you.

You should also refer to section 3.16 of this PDS, where information about CMC's conflicts of interest is discussed. These conflicts of interest arise because CMC is the issuer of the CFDs to you, and therefore CMC has an opposing interest in the price at which you deal and the subsequent movement in the CFD price.

5.11 Not a regulated market

As the CFDs are contracts with CMC and are not traded on a licensed market, some of the protections associated with licensed markets are not available for trading in CFDs.

5.12 Regulatory changes

Changes in taxation and other laws, government, fiscal, monetary and regulatory policies may have a material adverse effect on your dealings in CFDs with CMC.

5.13 Operational risk

Operational risk in relation to the Marketmaker® trading platform is inherent in every CFD transaction. For example, disruptions in CMC's operational processes such as communications, computers, computer networks, software or external events may lead to delays in the execution and settlement of a transaction. CMC does not accept or bear any liability whatsoever in relation to the operation of the Marketmaker® trading platform, except to the extent that it is caused by the fraud or dishonesty on the part of CMC or its employees, agents or representatives.

5.14 CMC's powers on default, indemnities and limitations on liability

If you fail to pay, or provide security for, amounts payable to CMC or fail to perform any obligation included in the CFD Customer Agreement, CMC has extensive powers to take steps to protect its position. These powers include the power to close out positions (see sections 3.13, 5.2 and 5.15) and the power to charge default interest (see sections 4.3 and 6.8). Under clause 30 of the TOB you also indemnify CMC and its employees, agents and representatives against certain losses and liabilities. Further, CMC's liability to you is expressly limited. You should read the TOB carefully to understand these matters.

5.15 Liquidation

CMC has the right to close out a CFD without your agreement, in a number of circumstances. Accordingly, you may not be able to anticipate or control the time at which a CFD position is closed out . Please refer to section 3.14 of this PDS as well as clause 8.1 of the TOB for further information.

6 Trading with CMC Markets Singapore Pte. Ltd.

6.1 Applying to deal with CMC

Before you begin dealing in CFDs you must complete an Application Form and be approved by CMC. There are two application forms, one for applicants that are corporations, partnerships or trusts and one for individual applicants. Before completing the appropriate Application Form you should read this PDS, the TOB, the FSG and the CMC Product Schedule located at www.cmcmarkets.com.sg. You must also acknowledge that you have read the Risk Disclosure Statements attached to the Application Form by signing them in the presence of a witness.

The Application Forms require you to disclose personal information. You should refer to the Privacy Statement in section 9 of this PDS which explains how the CMC Group collects personal information and then maintains, uses and discloses that information.

6.2 Minimum initial Account opening deposit

There is usually a minimum Account opening deposit of SGD\$2,000 or its currency equivalent . This may be varied at CMC's absolute discretion from time to time.

6.3 Minimum Total Equity balance following the opening of the Account

The minimum Total Equity balance required to hold a position after you have opened your Account is as set out in the following table:

Forex CFDs	10% of the Total Margin Requirement or USD\$200 or its currency equivalent, whichever is greater
Bullion CFDs	10% of the Total Margin Requirement or USD\$200 or its currency equivalent, whichever is greater
Index and Sector CFDs	20% of the Total Margin Requirement or USD\$200 or its currency equivalent, whichever is greater
Share CFDs	20% of the Total Margin Requirement or USD\$200 or its currency equivalent, whichever is greater
Commodity and Treasury CFDs	20% of the Total Margin Requirement or USD\$200 or its currency equivalent, whichever is greater
Index Future CFDs	20% of the Total Margin Requirement or USD\$200 or its currency equivalent, whichever is greater
Currency Future CFDs	20% of the Total Margin Requirement or USD\$200 or its currency equivalent, whichever is greater
Currency Index CFDs	20% of the Total Margin Requirement or USD\$200 or its currency equivalent, whichever is greater

The above levels are referred to as the Liquidation Level. At or below this level we may close out (i.e., liquidate) some or all of your open positions. Refer to section 3.14 for more details.

6.4 Operating your Account through CMC's dealing platform

When using CMC's dealing software your positions may be viewed at any point in real-time, as well as all deals, orders, pending orders and available statements using the dealing platform. Under clause 7 of the TOB you agree to use the dealing platform to:

- confirm all CMC transactions entered into with CMC; and
- monitor your obligations to CMC.

Under clause 28 of the TOB you also agree that CMC may make available to you documents updating the PDS, the TOB, the CMC Product Schedule and the FSG, including any supplementary, revised and new product disclosure statements and financial services guides by either:

- sending them to you by email or other electronic means;
- posting them on CMC's website;
- sending to you an electronic link to the relevant document by email or other electronic means; or
- sending them as otherwise permitted by law.

6.5 Account administration

Delivery of confirmations and statements electronically

At any time you execute a CFD transaction with CMC, a confirmation of the executed trade will appear in the dealing platform in the form of a Contract Note. Daily and monthly statements will also be made available to you through the dealing platform following their respective trading periods. You may print these Contract Notes, daily and monthly statements for your records.

Contract Notes

In respect of each Contract entered into by CMC with the customer, CMC will send to the customer a Contract Note containing the following information:

- the name or style under which CMC carries on its business and the address of the principal place at which it carries on the business;
- a statement that it is dealing in securities or carrying out leveraged foreign exchange trading as principal;
- the name and address of the customer to whom the contract note is given;
- the date on which the transaction is entered into;
- the number or amount, and description of the CFDs that are the subject of the transaction;
- the price per unit of the transaction, the amount of the consideration for the transaction, the rate and amount of commission (if any) charged for the transaction by CMC and the amount of all stamp duties or other duties or taxes payable in connection with the transaction; and
- if an amount is to be added to or deducted from the settlement amount in respect of the right to a benefit purchased or sold together with the CFDs, the first-mentioned amount and the nature of the benefit.

Daily statements

Following CMC's end of day Settlement Time, provided you have dealt or have an open position, we will produce electronically a daily statement which will be emailed to you and then made available on the trading platform.

Daily Statements include particulars of:

- your executed CFD trades for that date;
- your open CFD positions valued using the mid-closing rate or last price for that date;
- profit and loss for that day per CFD in the currency of the Underlying Reference Instrument;
- Financing Charges, Rollover Charges, Commission and any other charges applied to your Account on that date;
- Financing Benefits and Rollover Benefits and any other benefits applied to your Account on that date;
- your financial position per currency ledger on your Account; and
- a summary of your financial position in the currency your Account is denominated.

Monthly statements

Following month end, we will produce an electronic version of your monthly statement which will be emailed to you and also be available on the trading platform.

Monthly Statements include particulars of:

- your executed CFD trades for that month and the price at which each transaction was entered into;
- your open CFD positions valued using the mid-closing rate or last price for that month;
- net unrealised profit and loss for that month per CFD in the currency of the Underlying Reference Instrument;
- Financing Charges, Rollover Charges, Commission and any other charges applied to your Account for that month;
- Financing Benefits, Rollover Benefits, and any other benefits applied to your Account for that month;
- your financial position per currency ledger on your Account (including particulars of the movement and balance of money received on account of the customer);
- a summary of your financial position in the currency your Account is denominated;
- the status of every asset in the holder's custody held for the customer (whether in a custody account maintained by a custodian within the meaning of the Securities and Futures (Licensing and Conduct of Business) Regulations or otherwise);
- the movement of every asset of the customer, the date of and reasons for such movement, and the amount of the assets involved; and
- any interest paid to your Account based on deposited moneys.

Checking of confirmations and statements

It is very important that you check all the contents of the daily statements and monthly statements in detail and contact us within 3 Business Days if you disagree with any of their contents.

Such documents will, in the absence of manifest error, be conclusive unless you notify CMC in writing to the contrary within 3 Business Days of receiving such document. Under clause 46.10 of the TOB, the 3 Business Days begins from the time the document is posted on the trading platform, although we shall also send the document to you electronically via email.

The summary of your financial position will provide you with your Margin position, and indicate to you whether you are approaching your minimum equity balance. It will also indicate the excess funds available, if any, that you may either use to open new CFD positions or withdraw. It is very important that you remain aware of your daily Total Equity balance, your Total Margin Requirement for your open position(s), and any free equity available.

CMC recommend that your electronic trading platform is fully logged off at the end of each usage session to ensure optimum performance and security.

Queries about your Account: All queries should be made to our Customer Services Department by phone on 1800 559 6000 (only in Singapore) or +65 6559 6000, or by email sales@cmcmarkets.com.sg.

6.6 CMC's administration charges

Please refer to section 4.7 for details of CMC's administration charges.

6.7 The currency balances in your Account

The Base Currency of your Account

Your Account is maintained in a currency that you may nominate, known as the Base Currency. Singapore residents will have their Base Currency defaulted to Singapore Dollars if they do not nominate a different Base Currency.

All your profits, losses, Commissions and financing credits or debits in relation to a CFD are denominated in the currency of the CFD, which is shown in the CMC Product Schedule located at www.cmcmarkets.com.sg.

All Forex CFDs transacted will have their profits or losses denominated in US dollars. Upon request these US dollar balances can be converted into your Base Currency.

All Currency Index CFDs transacted will have their profits or losses denominated in the primary currency of the CFD. For example, profit or loss from a EUR Currency Index Mar 08 CFD will be denominated in EUR (the Euro).

The currency ledger balances of your Account

Upon realising your profit and loss for a CFD position denominated in a foreign currency you will hold a foreign currency balance in your Account. This can be converted to the Base Currency of your Account at your request by calling the Customer Services Department on 1800 559 6000 (only in Singapore) or +65 6559 6000. CMC may automatically convert these balances back into your Base Currency if your Total Equity balance falls below the minimum Total Equity balance set out in section 6.3. Any conversion will be at the relevant CMC Exchange Rate quoted by CMC for the currency balance, which may be different to the price quoted for CMC's Forex CFDs.

6.8 Interest received or charged on balances in your Account

When do you qualify to receive interest on the balances in your Account?

Interest will be paid on credit balances in currency ledgers on your Account (after deducting from the balance, Margin Requirements for instruments held and valued in that currency) only if:

- you are a Singapore tax resident;
- the credit balance in your Account (aggregating the credit and debit balances of each currency ledger) is in excess of your Total Margin Requirements, and such excess amount exceeds the Interest Qualification Level, which is USD\$10,000 or its currency equivalent.

Interest will be calculated separately on each currency ledger in your Account at the interest rate applicable to each currency after deducting Margin Requirements for instruments held and valued in those currencies. These interest rates are available from CMC upon request.

CMC will charge interest on any debit balances in a currency ledger in your Account . These rates are available from CMC upon request. Any amounts of interest payable to CMC will be deducted from any interest payable to you.

No interest is paid on credit balances exceeding the Interest Qualification Level on Accounts held by non-Singapore tax residents.

How is interest on balances calculated?

Subject to meeting the Interest Qualification Level, interest is calculated separately on each currency ledger balance in your Account . Each currency ledger balance will have its own Relevant Interest Rate.

When is interest on balances calculated?

Interest is calculated daily based upon your positions, Margin Requirement and currency ledger balances on your daily statement for that date.

When is interest on balances posted to your Account?

Interest is usually posted once a month on your Account . This usually occurs within 5 Business Days following the end of the month.

When are you charged interest on balances in your Account?

If you have a debit currency ledger balance on your Account after the Margins for CFDs valued in that currency have been taken into Account, you will pay interest on the debit balance in that currency ledger.

What interest rates are applicable?

The interest rate used for these interest calculations on the currency ledger balances is the Relevant Interest Rate for that currency plus or minus the CMC rate detailed below:

Applicable Interest Rates	
The Relevant Interest Rate for the currency ledger balance plus or minus the following CMC Interest Percentage rates	
Credit Balances	Debit Balances
-2%	+3%

If the interest rate in respect of credit balances is equal to or less than zero after deducting the Margin detailed above, no interest will be credited in relation to the credit balance in that currency.

6.9 Customer moneys

Any money that you deposit with CMC will be segregated from CMC's money and held and invested in accordance with the TOB.

However, we are entitled amongst other things to:

- withdraw, deduct or apply any amounts payable by you to CMC and/or any associate of CMC under the TOB from your moneys held in any segregated account or invested by CMC, including, without limitation making a payment for, or in connection with, the margining, adjusting or settling of dealings in CFDs entered into by you or the payment of finance charges, Commissions or interest to CMC, with all such amounts belonging to CMC under the TOB; and/or
- pay, withdraw, deduct or apply any amounts from your moneys held in any segregated trust account or invested by CMC as permitted by the Securities and Futures (Licensing and Conduct of Business) Regulations,

and to use such moneys in our business from time to time, including for the payment of amounts to our counterparties.

Your moneys may be co-mingled into one or more segregated trust accounts with other CMC customer moneys.

We are also obliged to pay any moneys due to you in relation to dealings in CFDs into a segregated trust account. Those obligations to you under the TOB and the CFDs are unsecured obligations, meaning that you are an unsecured creditor of CMC.

Protections afforded by the Securities and Futures (Licensing and Conduct of Business) Regulations

Under the Securities and Futures (Licensing and Conduct of Business) Regulations, CMC must hold your moneys on trust .

6.10 Withdrawal of moneys from your Account

You may withdraw moneys from your Account by sending to us a signed withdrawal request specifying your personal details, Account number, the amount you wish to withdraw and the method of payment . If you do not wish to close your account, you will need to maintain the minimum equity balance that CMC requires customers to hold in their Account . The minimum Total Equity balance is specified in section 6.3.

Further, CMC may at its discretion withhold any payments if:

- open positions on your Account show notional losses;
- CMC reasonably considers that funds may be required to meet any current or future Margin Requirement on open positions;
- you have any contingent liability to CMC or to any of its associates in respect of any other Account of the customer opened with them;
- CMC reasonably determines that there is an unresolved dispute between you and CMC; and/or
- CMC considers it necessary or desirable to enable CMC to comply with regulatory/legal obligations.

CMC will not pay funds to any third party Account. Funds requested for withdrawal will only be paid to a banking account in the same name as the Account held with CMC.

7 Orders you can place with CMC

7.1 Important notice about this section

When the customer requests to place one of the types of orders described in this section, CMC has an absolute discretion whether or not to accept and execute any such request. Refer to section 7.3 below on re-quotes and section 5.4 for an overview of CMC's right to refuse orders and the associated risks.

CMC's right to refuse your request to place an order to establish a new position are set out in full in clauses 5.2, 5.3 and 8 of the TOB. You should refer to these paragraphs for the circumstances in which CMC may exercise its discretion to accept your order.

CMC at its absolute discretion will accept or reject placement of any orders, including but not limited to Stop-loss orders, GSLOs, Market orders, Stop-entry orders, One-Cancels-Other and If-Done orders.

The price at which CMC accepts an order to deal will generally be on the basis of filling the full volume of the order in one transaction.

7.2 Market orders

A Market order may be used to enter into a position at the current CFD price at which CMC is willing to deal. Refer to section 3.8 which explains how CMC determines its prices for CFDs.

CMC will endeavour to execute Market orders at the price displayed on the CMC dealing platform at the time the order is transmitted from the customer's CMC software. Where your Market order cannot be executed at the price displayed on the CMC dealing platform you may be offered another price at which CMC is willing to deal, a "re-quote" (see section 7.3 below). It would be at your discretion as to whether you would like to accept or reject to deal with CMC at the re-quoted price.

7.3 Re-quotes

Where the volume of CFDs you wish to deal in is not reflected in the Underlying Reference Instrument in the Underlying Market, CMC may re-quote the price at which it offers the CFDs to you to reflect that lack of liquidity in the Underlying Reference Instrument. Liquidity refers to how many of the Underlying Reference Instruments are available to buy or sell at a given price.

CMC may also re-quote the price at which it offers the CFDs to you when the aggregate of all requests for orders at a particular price or range of prices determined by CMC exceeds that available in the Underlying Market to which your request to place an order relates. CMC may also re-quote the price in other circumstances, including where there has been a change in the Underlying Market since the original quote.

Furthermore, there is no pre-determined percentage or amount by which the re-quoted price of a CFD can vary from the price of the CFD originally quoted to you.

CMC in its absolute discretion may quote different prices to different customers. You will always have the option to either accept or reject the re-quote.

CMC also reserves the rights to reject offers from you to trade in CFDs.

7.4 Stop-loss orders

A Stop-loss order is an order placed with the aim of limiting the potential loss on an open position.

Stop-loss orders must be placed a minimum distance from CMC's current CFD Bid and Offer prices. The minimum distance away for a Stop-loss order placement is specified in the CMC Product Schedule and will be advised to you upon request.

CMC will execute a Stop-loss order once CMC's Offer price has reached the order price in the case of a buy order, or CMC's Bid price has reached the order price in the case of a sell order.

If liquidity is insufficient at your price level, your Stop-loss order(s) may not be filled or may be filled at prices different or inferior to those at which they were originally placed.

However, despite the above, we will not execute Stop-loss order(s) based on crossings or special trades that have gone through the Underlying Market or in circumstances where CMC chooses to exercise its discretion as outlined in section 3.

7.5 Stop-entry orders

A Stop-entry order is an order placed to open a new position or increase an existing position at a price which is inferior to the current market price. You may use this type of order when you expect that the price will move significantly in the future from its existing trading range.

Stop-entry orders can be placed to open new positions in all CFDs except Share CFDs on ASX shares.

Also note that Stop-entry orders must be placed a minimum distance from the current CFD Bid and Offer prices, which distance is determined at CMC's discretion. Refer to the CMC Product Schedule located at www.cmcmarkets.com.sg or contact CMC's dealing desk on 1800 559 6000 (only in Singapore) or +65 6559 6000, for information about the levels at which you may place Stop-entry orders.

7.6 Market Trigger order

A Market Trigger order is an order placed to open a new position or increase an existing position at a price which is inferior to the current market price. Order placement only occurs when a customer's pre-set trigger level or market condition is met.

Market Trigger orders can be placed to open new positions on ASX Share CFDs, but are only available to customers introduced via specific institutional wholesale relationships with CMC.

Customers must specify a trigger price for Market Trigger orders. Once this trigger price has traded in the relevant Underlying Market, the order will be placed with CMC. A CMC dealer will then check the amount of volume available on the bid or offer in the Underlying Reference Instrument and at what price. The dealer would then fill the customer's Market Trigger order according to where CMC would be filled if carrying out the trade in the relevant Underlying Market.

Market Trigger orders must be placed a minimum distance from the current CFD Bid and Offer prices, which is determined at CMC's discretion. Contact CMC's dealing desk on 1800 559 6000 (only in Singapore) or +65 6559 6000 for information or refer to the CMC Product Schedule located at www.cmcmarkets.com.sg about the levels at which you may place Market Trigger orders.

7.7 Limit orders

A Limit order may be used by you to either open or close a position at a predetermined price that is more favourable to you than the current market price.

CMC will execute customer Limit order when the CMC's Offer price has reached the price of the buy Limit order or the CMC's Bid price has reached the price of the sell Limit order.

If liquidity is insufficient at your price level, your Limit order(s) may not be filled or may be filled at prices different to those at which they were originally placed. (Limit order(s) if filled, however, will not be less favourable than your price level.)

CMC's Limit orders may have their price improved and be executed at a level that is more favourable to you than the predetermined price you selected when placing the Limit order. This will usually happen on opening when the CMC's Offer price or Bid price, as applicable, is more favourable to you than the Limit order you have placed. The price for a Limit order is unlikely to be improved during the course of a trading day.

Any price improvement to Limit orders are at the absolute discretion of CMC.

7.8 One Cancels the Other orders (OCO Orders)

This is the combination of both a Limit order and a Stop-loss order where the execution or cancellation of one order will automatically cancel the other order.

It is an order type that may be used to take a profit if the market moves favourably for an open position or to potentially limit the loss if the market moves against the open position. It may also be used to open a new position. This order type can be placed to open new positions in all CFDs except Share CFDs on ASX shares.

7.9 If Done or Contingent orders (If Done Orders)

This is the combination of two orders, with the second of the two orders only becoming active should the first order be executed. For example, you may place a Limit order or a Stop-entry order contingent on another Limit order or a Stop-entry order being executed.

7.10 CMC Order Durations

Conditional orders (that is, Limit orders / Stop-loss orders / OCOs) can be placed as Day orders or Good 'Til Cancelled (GTC) orders.

Day orders

A Day order means that the order you place will remain active until being automatically cancelled by CMC at the Settlement Time on the day of placement. Day orders would only be cancelled by CMC if not executed or cancelled by you before Settlement Time. Should you wish to maintain that order in the market after the Settlement Time, you will have to resubmit that order.

A Day order and a day trade are not the same thing. A Day order is an order that is good for the day on which it is placed only, may not execute, and will be cancelled by CMC if unexecuted at settlement time. A day trade is a set of trade executions that result in a CFD position being opened and closed on the same day.

Good 'Til Cancelled orders (GTC Orders)

A GTC Order means that the order you place will remain in the CMC system until it is either executed according to the terms of that GTC Order or cancelled by you. CMC reserves the right to cancel a GTC Order due to, among other things, the delisting of an Underlying Reference Instrument or insufficient equity balance on the customer Account. Please see Sections 3, 3.13, 3.14, 3.15, 3.21, 5.2, 5.14 and 5.15 of this PDS for further information about circumstances in which CMC's may exercise a discretion to close-out your position.

GTC orders placed on Treasury and Commodity CFDs are automatically cancelled at the Settlement Time on the CMC expiry date for the relevant CFD Contract. It is the responsibility of the customer to replace limits and stops in the new Contract month after the old orders are cancelled.

7.11 Guaranteed Stop-loss orders

A Guaranteed Stop-loss order (GSLO) can be used to close or reduce a position, with CMC guaranteeing your stop out price. A GSLO can be placed on all Share, Index and Sector CFDs. They cannot be placed on Forex, Bullion, Commodity, Treasury CFDs or Currency Index CFDs.

With a GSLO, you know the price at which you are prepared to be closed out, and are not exposed to "gapping" in CMC's prices or illiquidity

in the market which may lead to your position not being closed out or being closed out at a price worse than that specified by you when you placed the Stop-loss order.

Accordingly, a GSLO enables you to have a known “worst case scenario” should the market move against you.

However, you should note that a GSLO is subject to the following additional conditions:

- can only be placed by telephone;
- cannot be used to open or reverse a position;
- can only be placed once the Underlying Reference Instrument on which the CFD is based is open and trading. That is, they cannot be placed outside the trading hours of the Underlying Reference Instrument;
- as CMC guarantees your close out price, there is a premium charge when placing the GSLO;
- the GSLO must be placed a minimum distance away from the current CFD price being quoted by CMC. The minimum distance is measured as a percentage movement from the current CFD price and is determined by CMC. Refer to section 4.6 of this PDS for details on minimum percentages applicable to the relevant CFDs;
- cannot be placed in the last hour of trading for Share, Index and Sector CFDs, or as CMC determines in its absolute discretion; and
- CMC may at its sole discretion vary the terms of a GSLO to take into account a fundamental change in the price of a CFD such as the payment of dividends or the facilitation of corporate actions (including, but not limited to, rights issues, stock splits, bonus issues and special dividends).

The premium charged and the minimum amount of points or percentage away from the current Share, Index or Sector CFD price at which the GSLO may be placed are specified in section 4.6 of this PDS.

A debit charge will be applied to your Account to charge you the premium for a GSLO.

Please note that should you wish to amend a GSLO, by changing the stop loss price, you will have to cancel the existing GSLO and place a new GSLO. This will result in you paying an additional premium for the new GSLO and will be subject to CMC accepting the new GSLO.

It is important to note that the acceptance, amendment or cancellation of a GSLO is at the sole discretion of CMC.

For an example of a Guaranteed stop loss order please see Example 23 in the Annexure.

7.12 Cancelling orders

If you close a position, you must cancel any related orders you have placed against that position. Failure to do so will mean that the order remains at risk of execution.

Requests for cancellation made outside our Dealing Desk hours will expire or time out and will not be honoured.

8 Dispute resolution

8.1 Internal complaints handling system

Upon receipt of a complaint, the CMC employee that receives the complaint will make every effort to resolve the issue. If the complaint cannot be resolved at the first point of contact or after reasonable investigation and discussion with you, the matter will be referred to a senior member of the relevant CMC division.

If you are dissatisfied with the outcome, you will be requested to provide:

- written notice specifying the nature of the complaint, the desired outcome and what action the complainant thinks will settle the complaint; and
- all relevant material to support the complaint.

Complaints should be addressed to the Complaints Officer and sent to CMC using the contact details in section 1.1.

Upon receipt of written notice (Lodgement Date), CMC's Complaints Officer will:

- within 5 days of the Lodgement Date, provide a written acknowledgment of receipt and an indication of the time-frame in which CMC will respond to your complaint;
- consider and investigate the circumstances surrounding your complaint;
- advise you of the criteria and processes applied by CMC in dealing with complaints;
- upon request, provide you with any relevant, non-confidential, material relating to the complaint; and
- communicate directly with you, with a view to resolving the complaint in a fair and timely manner. No later than four weeks following the Lodgement Date, the Complaints Officer must:
 - notify you in writing of the decision in relation to your complaint;
 - provide you with written reasons for the decision;
 - outline to you the remedies, if any, available to you; and
 - advise you of any further avenues for complaint and the time frames involved in those avenues.

Where you have any redress (financial or otherwise), CMC will provide that redress promptly.

If the complaint is not resolved within four weeks following the Lodgement Date, the Complaints Officer will inform you of the reasons for the delay.

Please contact the Customer Services Department on 1800 559 6000 (only in Singapore) or +65 6559 6000 should you require further information on how complaints are handled by CMC internally.

8.2 External dispute resolution process

Contacting FIDReC

In the event that the dispute or difference is unable to be resolved by CMC in accordance with its internal complaints handling system (see section 8.1), you may refer the dispute or difference to FIDReC for determination in accordance with its rules provided that the dispute or difference falls within the jurisdiction of FIDReC.

Before you can refer a dispute to FIDReC, you must have submitted a complaint to us which is not resolved to your satisfaction within four weeks of our receiving such complaint.

You may file your claim with FIDReC by sending the necessary documents and information to:

Financial Industry Disputes Resolution Centre
112 Robinson Road #13-03
HB Robinson
Singapore 068902

Alternatively, you may email your claim to FIDReC at info@fidrec.com.sg or fax your claim to (65) 63278488.

The dispute resolution process at FIDReC would consist of two stages. At the first stage, FIDReC's Case Manager may mediate the dispute between you and CMC. Where the dispute is not settled by mediation, the case is heard and adjudicated by a FIDReC Adjudicator or a Panel of Adjudicators.

Arbitration

If the dispute or difference does not fall within the jurisdiction of FIDReC, the dispute or difference may be referred to and finally resolved by arbitration at the Singapore International Arbitration Centre (SIAC) in accordance with the International Arbitration Rules of the SIAC (SIAC Rules) for the time being in force (and not the SIAC Domestic Arbitration Rules) by a single arbitrator appointed in accordance with the SIAC Rules.

You may request that CMC agree to submit the dispute or difference to arbitration as outlined above, whether or not the dispute or difference falls within the jurisdiction of FIDReC. CMC may decide in its absolute discretion whether to agree to any such request. If CMC does not agree, you will not be able to refer the dispute or difference or dispute to arbitration, but you may choose to commence legal proceedings.

CMC and the customer agree under clauses 36 and 43 of the TOB to accept any determination of the arbitrator as final and binding, and submit to the non-exclusive jurisdiction of the Courts of Singapore for the enforcement of any such determination.

8.3 CMC's rights

The above procedure does not prevent CMC from commencing proceedings against you in any relevant jurisdiction. CMC also has the right to submit any dispute or difference whatsoever in connection with the TOB to arbitration, as described above in section 8.2.

8.4 Further information

You should refer to clauses 36 and 43 of the TOB for further information about resolving any complaint or dispute with CMC.

9 Privacy statement

CMC is part of the CMC Group. This Privacy Statement explains how the CMC Group collects personal information and then maintains, uses and discloses that information.

9.1 Personal information

When submitting your Application Form to open an Account with CMC, you will be providing entities within the CMC Group with your personal information. The CMC Group will also maintain records of all transactions and activities on your Account, including details of your dealings in CFDs and Margin Calls made.

CMC Group may also collect information about you from publicly available sources such as company registers.

At any time, upon request, you may gain access to the information the CMC Group holds about you (see section 9.6 below).

9.2 Telephone conversations

The CMC Group may also record telephone conversations between you and persons working for the CMC Group. Such recordings, or transcripts from such recordings, may be used to resolve any dispute between you and CMC Group.

Recordings or transcripts made by the CMC Group of your telephone conversations may be destroyed under CMC Group's normal practice, which is to destroy them usually, but not necessarily, two calendar months after the date of the conversation.

9.3 CMC Group's websites

The CMC Group will also collect and hold information about you when you complete an online application or other type of form or operate and deal on your Account through our websites.

9.4 Use by CMC of the information

We have requested the information required in the Application Form to enable us to determine whether we will deal in CFDs with you using CMC Group's internet dealing platform. That information, together with the information collected and maintained by the CMC Group during the course of our relationship with you, is required to keep you updated whilst you are a customer in relation to matters such as your dealings in CFDs, your Margin obligations and the funds in your Account and possibly other activities of the CMC Group. CMC Group also requires the information to manage and administer the products and services provided to you.

We may also be required to provide your personal information to the MAS and other regulatory and government bodies from time to time in Singapore and overseas.

The CMC Group may also disclose your personal information to:

- associates of CMC;
- financial institutions and other similar organisations in connection with its corporate activities or that are nominated by you;
- FIDReC, courts, arbitrators and other dispute resolution bodies;
- external service providers and professional advisers (which may be located overseas) that provide services to us;
- any actual or potential delegate or assignee as referred to in the TOB; and
- any organisation which you request us to or any persons acting on your behalf, including your financial adviser, broker, solicitor or accountant.

The CMC Group may use your personal information for:

- marketing CMC Group products and services to you;
- and
- developing an understanding of the products and services you may be interested in obtaining from the CMC Group.

CMC Group takes all reasonable steps to protect your personal information from misuse, loss, unauthorised access, modification or disclosure.

9.5 What are your rights?

You need not give us any of the personal information about you requested in the Application Form. However, without that information CMC Group may not be able to open an Account for you.

Should you have any questions or complaints about your privacy please contact us.

9.6 Access to information

You can gain access to any information the CMC Group holds about you by calling 1800 559 6000 (only in Singapore) or +65 6559 6000, or emailing sales@cmcmarkets.com.sg. We will process your request usually within 14 days. If your request is complex, more time may be needed in which case we will advise you of the extra time required.

There is no fee for requesting access to your information, although CMC Group may charge you the reasonable cost of processing your request. In some circumstances the law may allow CMC Group to deny you access. In such a case we will explain to you the reason for refusing access.

9.7 Correction of information

We ask that you promptly notify us of any changes to the personal information that CMC Group holds about you. This will ensure that your personal information held by CMC Group is up to date and enable us to keep you informed of the continuing circumstances of your Account, your Margin obligations and your trading activities.

You may ask us at any time to correct personal information held by CMC Group about you which you believe is inaccurate. Should we disagree with you as to the accuracy of the information, you may request that we attach a statement to that information noting that you consider it inaccurate or incomplete.

10 Glossary

This Glossary is to be read in conjunction with this PDS. Schedule 1 (Definition Schedule) of the TOB should also be referred to where there is doubt as to the meaning of a term or expression. Finally, CMC's websites also have a number of lists of market terminology which you should consult in the event that you do not understand any term when dealing with CMC.

Account	An Account of the customer to deal in CFDs with CMC.
Application Form	An application form to open an Account with CMC.
ASX	Australian Stock Exchange
Base Currency	The currency you have nominated as being the denomination for your Account, otherwise, in Singapore Dollars.
Bid	The price at which CMC offers to buy a CFD.
Bullion	Gold and silver.
Bullion CFDs	A CFD whose value fluctuates by reference to the fluctuations in the Underlying Reference Instrument which relate to gold or silver.
Cash Dividend	The cash dividend or distribution declared only and does not include any Franking Credits attached to a dividend or distribution.
CFDs	The contracts for difference that CMC offers to its customers from time to time under this PDS and the terms and conditions of the Customer Agreement.
CFD Contract	Any contract entered into by you and CMC in respect of a CFD.
CFD Risk Disclosure Statement	The risk disclosure statement that CMC will provide to its customers in respect of dealing in CFDs, including Commodity CFDs
Customer Agreement	The TOB (including the Schedules), as amended or updated from time to time.
CMC Exchange Rate	The foreign exchange rate as CMC may reasonably determine from time to time having regard to current market rates and which is available to the customer from CMC on request. This rate may be different to the price quoted by CMC for a foreign exchange CFD.
CMC Group	CMC Group plc and its associates, including CMC Markets Singapore Pte. Ltd.
CMC Product Schedule	The list of CFDs which CMC holds itself out from time to time as willing to quote a price, as amended by CMC from time to time. The Product Schedule is available at www.cmcmarkets.com.sg.
CMC Rollover Rate	The rate as CMC may determine from time to time having regard to Interbank Rates for rollovers.

CMC Spread	Has the meaning given to that term in section 3.8.
Commission	A transaction fee charged by CMC for execution services.
Commodity CFDs	A CFD whose value fluctuates by reference to the fluctuations in the value of an Underlying Reference Instrument relating to a commodity.
Commodity Rollover Price	Has the meaning given to that term in section 3.6
Commodity Trading Act	Commodity Trading Act, Chapter 48A of Singapore.
Contract	Any contract entered into by you and CMC in respect of a CFD.
Corporate Action	Includes, but is not limited to bonus issues, reconstructions, rights issues and stock splits in respect of an Underlying Reference Instrument.
Currency Ledger Balance	Upon realising your profit and loss for a CFD position denominated in a foreign currency you will hold a foreign currency balance in your Account that can be converted back to your Base Currency upon request.
Currency Future CFD	A CFD whose value fluctuates by reference to the fluctuations in the value of an Underlying Reference Instrument, which is a Currency Futures Contract.
Currency Futures Contract	A futures contract over a currency or cross currency.
Currency Index CFD	A CFD whose value fluctuates by reference to the fluctuations in the value of a weighted basket of currencies. The basket of currencies is determined by CMC. Please refer to paragraphs 3.3 and 3.8 for further details.
Equity Index Futures Contract	A futures contract over an equity index.
Exceptional Market Conditions	An exceptional market condition as CMC may in its reasonable opinion determine exists, including but not limited to, the events specified in clause 38 of the TOB.
FIDReC	The Financial Industry Disputes Resolution Centre.
Financing Charge	The amount that you pay on Share, Index and Sector CFD positions that remain open overnight, calculated using the Financing Rate.
Financing Benefit	The amount that you receive on Share, Index and Sector CFD positions that remain open overnight, calculated using the Financing Rate.
Financing Rate	The CMC rate at which you pay or receive interest on Share, Index and Sector CFD positions that remain open overnight, based on the Relevant Interest Rate plus or minus the interest percentages outlined in the table in section 3.8 of this PDS.
Forex	A currency or cross currency.
Forex CFD	A Forex Spot or Forex Forward CFD.
Forex Forward CFD	A Forward CFD with respect to a currency or cross currency.
Forex Spot CFD	A Spot CFD with respect to a currency or cross currency.
Forward CFD	Any CFD entered into between CMC and a customer with the purpose of securing a profit or avoiding a loss by reference to fluctuations in the price of the Underlying Reference Instrument for delivery at a specified date in the future.
Franking Credit	A franking credit is a tax credit which is attached to a dividend or distribution paid to a person. Franking credits represent the person's allocation of tax paid that has been paid by the entity that is paying the dividend or distribution to the person. They are also known as imputation credits.
Free Equity	Total Equity less Total Margin Requirements. This is the amount you have available to withdraw or to cover additional Margin Requirements.
FSG	CMC's financial services guide.
Good 'til Cancelled (GTC) Order	An instruction that the order does not expire at the end of the trading day.
Grossed-up Dividend	The grossed-up amount of the dividend is the sum of the Cash Dividend plus any Franking Credit attached to the Cash Dividend that a person who owns the Underlying Reference Instrument is entitled to.
Guaranteed Stop-loss order (GSLO)	A GSLO is similar to a normal Stop-loss order in that it can be used to close or reduce a position, but with the added benefit of CMC guaranteeing your stop out price.
Index CFDs	A CFD whose value fluctuates by reference to the fluctuations in the value of an Underlying Reference Instrument, which will relate to a share index.
Index Future CFDs	A CFD whose value fluctuates by reference to the fluctuations in the value of an Underlying Reference Instrument, which is an Equity Index Futures Contract.
Interbank Rate	Has the meaning given to that term in section 3.6 of this PDS.
Interest Qualification Level	The amount which the credit amount in your Account, after all your Margin obligations have been deducted, must exceed before interest may be paid by CMC on your Account as set out in section 6.8.
Underlying Entity	An entity that is the issuer of an Underlying Reference Instrument.
Limit order	An order to buy or sell a specified amount of a security at a specified price or better.
Liquidation Level	The minimum Total Equity balance specified at section 6.3 of this PDS.
Long Party	In relation to a CFD, the party that has bought the CFD in opening a CFD position.
Margin	Margin is the amount that you must have in your Account to enter into CFD positions with CMC.
Margin Call	A demand for additional funds to be deposited in a margin Account to meet margin requirements set out in section 4.2 because of adverse price movements.
Margin Percentage	Such percentage of the CFD position value as specified by CMC in the CMC Product Schedule and as amended by CMC from time to time. Margin Percentage is used to calculate your Margin Requirement.

Margin Requirement	The level of Margin required to open and maintain a CFD position, calculated by reference to the Margin Percentage. Please see section 4.2 for more information.
Marketmaker®	CMC's proprietary dealing platform.
Market order	An order placed to buy or sell a CFD at CMC's current price.
Market Trigger Order	An order that is only placed to open a new position or increase an existing position when a customer's pre-set trigger or market condition is met. Can only be placed on Australian Share CFDs and is only available to customers introduced via specific institutional wholesale relationships.
MAS	Monetary Authority of Singapore.
Mid Price	The price at the mid point between CMC's bid and offer price.
Minimum Point Increment	Represents the minimum possible price change between two successive transaction prices permitted by CMC. The Minimum Point Increment can represent either an upward or downward movement in price. Please see section 3.22 for more information.
Next Serial CFD Contract	A CFD contract of the same type as the relevant CFD contract, but with the expiry date being the next occurring expiry date.
Offer	The price at which CMC offers to sell a CFD.
Relevant Interest Rate	Interest rate determined by CMC based upon the current official overnight cash rate of that particular currency, as set out in section 4.2.
Risk Disclosure Statements	The SFA Risk Disclosure Statement and the CFD Risk Disclosure Statement .
Rollover Charge or Benefit	An amount you may pay or receive for holding a Forex or Bullion CFD overnight based upon the interest rate differential of the Interbank Rates for the currencies involved or Bullion, as the case may require.
Rollover Rate	The CMC rate at which you pay or receive interest on Forex or Bullion CFDs positions that remain open overnight .
Sector CFD	A CFD whose value fluctuates by reference to the fluctuations in the value of a basket of securities of Underlying Entities, all of which are operating in the same industry, such as finance, energy or telecommunications. The basket of securities is determined by CMC.
Securities and Futures Act	Securities and Futures Act, Chapter 289 of Singapore.
Securities and Futures (Licensing and Conduct of Business) Regulations	Those regulations promulgated under the Securities and Futures Act, which specify, among other things, the manner in which holders of capital markets services licences are to deal with customers' moneys and assets;
Settlement Time	22.00 London, England Time. London time is displayed as "Server System Time" on Marketmaker® software.
SFA Risk Disclosure Statement	The risk disclosure statement which CMC is required to furnish to its customers.
Share CFD	A CFD whose value fluctuates by reference to the fluctuations in the value of a security of a company that issues the share.
Short Party	In relation to a CFD, the party that has sold a CFD in opening a CFD position.
SIAC	Singapore International Arbitration Centre
SIAC Rules	The International Arbitration Rules of the SIAC.
Spot CFD	Any CFD, other than a Forward CFD, entered into between CMC and a customer.
Stop-entry order	An order placed to open a new position or increase an existing position at a price which is inferior to the current market price.
Stop-loss order	An order that allows you to control any potential losses on a position should the market move against you.
TOB	CMC's terms of business, including its 7 Schedules, as updated from time to time.
Total Equity	Aggregate of the current cash balance in your Account and your current unrealised profit and losses.
Total Margin Requirement	Sum of Margins required to hold your current open positions.
Treasury CFDs	A CFD whose value fluctuates by reference to the fluctuations in the value of an Underlying Reference Instrument, which relates to an interest rate product.
Underlying Entity	An entity that is the issuer of an Underlying Reference Instrument.
Underlying Reference Instrument	The underlying asset, security, commodity or index with reference to which the value of a CFD is determined.
Underlying Market	The underlying market in which the Underlying Reference Instrument is traded.
We, us or CMC	CMC Markets Singapore Pte. Ltd..

Annexure Trading examples

All examples displayed are based upon the Commission for execution of trades and financing rates detailed in section 4 of this PDS. Financing and rollover calculations are approximations based upon the Relevant Interest Rates during February 2007. To find out the currently applicable financing and rollover rates please call Customer Services on 1800 559 6000 (only in Singapore) or +65 6559 6000.

Example 1: Going Long and making a profit using a Share CFD

Step 1 - Opening your Account	Calculation	Account Display	
You open an account with CMC and have on deposit \$10,000 in Total Equity.	n/a	Total Equity	\$10,000.00
You have no Margin Requirement at this point as you hold no CFD positions.		Total Margin Requirement	\$0.00
Total Free Equity is your Total Equity less your Total Margin Requirement.	$10000 - 0 = 10000$	Total Free Equity	\$10,000.00
Step 2 - Opening a position	Calculation	Account Display	
870_0409_Investing_IQ_Q & A The price of a DBS Share CFD is 24.90 (bid price) / 25.00 (offer price)		Total Equity	\$9,925.00
You buy 2,000 DBS Share CFDs at the offer price of \$25.00. You will pay \$75 Commission for this trade and this amount will be deducted from your previous Total Equity leaving \$9,925.	$2000 \times 25.00 \times 0.15\% = 75$		
Your Total Margin Requirement is the number of CFDs multiplied by the CMC Price, multiplied by Margin Percentage.		Total Margin Requirement	\$5,000.00
Your Total Margin Requirement to open this position is \$5,000	$2000 \times 25.00 \times 10\% = 5000$		
You decide to hold the position overnight. The closing price for a DBS Share CFD for that day was \$25, the same as your purchase price		Total Free Equity	\$4,925.00
Total Free Equity is \$4,925 i.e. your Total Equity less your Total Margin Requirement.	$9925 - 5000 = 4925$		
Step 3 - Closing the position	Calculation	Account Display	
Following an earnings upgrade, the opening price of DBS Share CFDs the next day is \$26.50/60		Total Equity	\$12,837.28
You decide to close your position and sell 2,000 DBS Share CFDs at the bid price of \$26.50 You would pay \$79.50 Commission for this trade and this would be deducted from your Total Equity.	$2000 \times 26.50 \times 0.15\% = 26.50$		
Your Total Equity would also increase by \$3,000 resulting from the proceeds of your sell transaction.	$(26.50 - 25.00) \times 2000 = 3000$		
Your Account would also be debited \$8.22 for overnight financing. Representing the amount of CFDS multiplied by the CMC price, multiplied by the Relevant Interest Rate divided by 365. Refer to 4.2 for Relevant Interest Rate	$(2000 \times 25.00) \times 6\% / 365 = 8.22$		
Your Total Margin Requirement would now be zero as your position has been closed		Total Margin Requirement	\$0.00
Total Free Equity is now \$12,837.28 i.e. your Total Equity Less your Total Margin Requirement	$12837.28 - 0 = 12837.28$	Total Free Equity	\$12,837.28

In this example you opened a Long position and closed at a greater price. After Commission and financing charges you would have made \$2,837.28 profit. If the price had moved in the opposite direction by an equal amount, your loss would have been \$3,153.72. Please see the example below for how this loss is calculated

Example 2: Going Long and making a loss using a Share CFD

Step 1 - Opening your Account	Calculation	Account Display	
You open an account with CMC and have on deposit \$10,000 in Total Equity.	n/a	Total Equity	\$10,000.00
You have no Margin Requirement at this point as you hold no CFD positions.		Total Margin Requirement	\$0.00
Total Free Equity is your Total Equity Less your Total Margin Requirement	$10000 - 0 = 10000$	Total Free Equity	\$10,000.00
Step 2 - Opening a position	Calculation	Account Display	
The price of DBS Share CFD is 24.90 (bid price) / 25.00 (offer price)		Total Equity	\$9,925.00
You buy 2,000 DBS Share CFDs at the offer price of \$25.00. You will pay \$75 Commission for this trade if you trade at CMC's retail rate of 0.15%. This amount is deducted from your Total Equity leaving \$9,925.	$2000 \times 25.00 \times 0.15\% = 75$		
Your Total Margin Requirement is the number of CFDs multiplied by the CMC Price, multiplied by Margin Percentage		Total Margin Requirement	\$5,000.00
Your Total Margin Requirement to open this position is \$5,000	$2000 \times 25.00 \times 10\% = 5000$		
You decide to hold the position overnight. The closing price for a DBS Share CFD for that day was \$25, the same as your purchase price		Total Free Equity	\$4,925.00
Total Free Equity is \$4,925 i.e. your Total Equity less your Total Margin Requirement.	$9925 - 5000 = 4925$		
Step 3 - Closing the position	Calculation	Account Display	
Following an earnings downgrade, the opening price of DBS Share CFD the next day is 23.50/60		Total Equity	\$6,846.28
You decide to close your position and sell 2,000 DBS Share CFDs at the bid price of \$23.50			
You would pay \$70.50 Commission for this trade if you trade at CMC's retail rate of 0.15%. This amount is deducted from your Total Equity.	$2000 \times 23.50 \times 0.15\% = 70.50$		
Your Total Equity would decrease by \$3,000 resulting from the proceeds of your sell transaction.	$(23.50 - 25.00) \times 2000 = - 3000$		
Your Account would also be debited \$8.22 for overnight financing. Representing the amount of CFDs multiplied by the CMC price, multiplied by the Relevant Interest Rate and divided by 365 Refer to 4.2 for Relevant Interest Rate	$(2000 \times 25.00) \times 6\% / 365 = 8.22$		
Your Total Margin Requirement would now be zero as your position has been closed.		Total Margin Requirement	\$0.00
Total Free Equity is now \$6,846.28 i.e. your Total Equity Less your Total Margin Requirement	$6846.28 - 0 = 6846.28$	Total Free Equity	\$6,846.28

In this example you opened a Long position and closed at a lesser price. After Commission and financing charges you would have made \$3,153.72 loss.

Example 3: Going Short and making a profit using a Share CFD

Step 1 - Opening your Account	Calculation	Account Display	
You open an account with CMC and have on deposit \$10,000 in Total Equity.	n/a	Total Equity	\$10,000.00
You have no Margin Requirement at this point as you hold no CFD positions.	n/a	Total Margin Requirement	\$0.00
Total Free Equity is your Total Equity Less your Total Margin Requirement	$10000 - 0 = 10000$	Total Free Equity	\$10,000.00
Step 2 - Opening a position	Calculation	Account Display	
The price of DBS Share CFD is 24.90 (bid price) / 25.00 (offer price)		Total Equity	\$9,925.00
You sell 2,000 DBS Share CFDs at the bid price of \$24.90			
You will pay \$74.70 Commission for this trade if you trade at CMC's retail rate of 0.15%. This amount is deducted from your Total Equity leaving \$ 9925.30	$2000 \times 24.90 \times 0.15\% = 74.70$		
Your Total Margin Requirement is the number of CFDs multiplied by the CMC Price, multiplied by Margin Percentage. DBS has a 10% Margin Percentage.		Total Margin Requirement	\$4,980.00
Your Total Margin Requirement to open this position is \$4,980	$2000 \times 24.90 \times 10\% = 4980$		
You decide to hold the position overnight. The closing price for a DBS Share CFD for that day was \$24.90, the same as your sale price		Total Free Equity	\$4,945.30
Total Free Equity is now \$4,945.30 i.e. your Total Equity Less your Total Margin Requirement	$9925.30 - 4980 = 4945.30$		
Step 3 - Closing the position	Calculation	Account Display	
Following an earnings downgrade, the opening price of DBS Share CFDs the next day is 23.50/60		Total Equity	\$12,454.50
You decide to close your position and buy 2,000 DBS Share CFDs at the offer price of \$23.60			
You would pay \$70.80 Commission for this trade if you trade at CMC's retail rate of 0.15%. This amount is deducted from your Total Equity.	$2000 \times 23.60 \times 0.15\% = 70.80$		
Your Total Equity would increase by \$2,600 as a result of the proceeds of your buy transaction	$(24.90 - 23.60) \times 2000 = 2600$		
Your Account is credited \$0 for overnight financing. Overnight financing is calculated by the number of CFDs multiplied by the CMC price, multiplied by the Financing Rate and divided by 365. Refer to 4.2 for Relevant Interest Rate	$(2000 \times 24.90) \times 0\% / 365 = 0$	Total Margin Requirement	\$0.00
Your Total Margin Requirement would now be zero as your position has been closed			
Total Free Equity is now \$12,454.50 i.e. your Total Equity Less your Total Margin Requirement	$12454.50 - 0 = 12454.50$	Total Free Equity	\$12,454.50

In this example you opened a Short position and closed at a lesser price. After Commission charges and financing benefits you would have made \$2,454.50 profit. If the price had have moved in the opposite direction by an equal amount, your loss would have been \$2,753.30. Please see the example below for how this loss is calculated.

Example 4: Going Short and making a loss using a Share CFD

Step 1 - Opening your Account	Calculation	Account Display	
You open an account with CMC and have on deposit \$10,000 in Total Equity.	n/a	Total Equity	\$10,000.00
You have no Margin Requirement at this point as you hold no CFD positions.	n/a	Total Margin Requirement	\$0.00
Total Free Equity is your Total Equity Less your Total Margin Requirement	$10000 - 0 = 10000$	Total Free Equity	\$10,000.00
Step 2 - Opening a position	Calculation	Account Display	
The price of DBS Share CFD is 24.90 (bid price) / 25.00 (offer price)		Total Equity	\$9,925.00
You sell 2,000 DBS Share CFDs at the bid price of \$24.90			
You will pay \$74.70 Commission for this trade if you trade at CMC's retail rate of 0.15%. This amount is deducted from your Total Equity leaving \$9,925.30	$2000 \times 24.90 \times 0.15\% = 74.70$		
Your Total Margin Requirement is the number of CFDs multiplied by the CMC Price, multiplied by the instrument Margin Percentage. DBS has a 10% Margin Percentage.		Total Margin Requirement	\$4,980.00
Your Total Margin Requirement to open this position is \$4,980	$2000 \times 24.90 \times 10\% = 4980$		
You decide to hold the position overnight. The closing price for a DBS Share CFD for that day was \$24.90, the same as your sale price		Total Free Equity	\$4,945.30
Total Free Equity is now \$4,945.30 i.e. your Total Equity Less your Total Margin Requirement	$9925.30 - 4980 = 4945.30$		
Step 3 - Closing the position	Calculation	Account Display	
Following an earnings upgrade, the opening price of DBS Share CFD the next day is 26.10/20		Total Equity	\$7,246.70
You decide to close your position and buy 2,000 DBS Share CFDs at the offer price of \$26.20			
Your Total Equity would decrease by \$2,600	$(24.90 - 26.20) \times 2000 = -2600$		
You would pay \$78.60 Commission for this trade if you trade at CMC's retail rate of 0.15%. This amount is deducted from your Total Equity.	$2000 \times 26.20 \times 0.15\% = 78.60$	Total Margin Requirement	\$0.00
Your Account is credited \$0 for overnight financing. Overnight financing is calculated by the number of CFDs multiplied by the CMC price, multiplied by the Financing Rate and divided by	$(2000 \times 24.90) \times 0\% / 365 = 0$		
Your Total Margin Requirement would now be zero as your position has been closed		Total Free Equity	\$7,246.70
Total Free Equity is now \$7,246.70 i.e. your Total Equity Less your Total Margin Requirement	$7246.70 - 0 = 7246.70$		

In this example you opened a Short position and closed at a greater price. After Commission charges and financing benefits you would have made \$2,753.30 loss.

Example 5: Going Long and making a profit using an Index CFD

Step 1 - Opening your Account	Calculation	Account Display	
You open an account with CMC and have on deposit \$10,000 in Total Equity.	n/a	Total Equity	\$10,000.00
You have no Margin Requirement at this point as you hold no CFD positions.	n/a	Total Margin Requirement	\$0.00
Total Free Equity is your Total Equity Less your Total Margin Requirement	$10000 - 0 = 10000$	Total Free Equity	\$10,000.00
Step 2 - Opening a position	Calculation	Account Display	
The price of AUSSIE200 Index CFD is 5210 (bid price) / 5212 (offer price)		Total Equity	\$10,000.00
You buy 10 AUSSIE200 Index CFDs at the offer price of 5212			
You will pay \$0 Commission for this trade. CMC charges no Commission for execution i.e. buying and selling Index CFDs.			
Your Total Margin Requirement is the number of CFDs multiplied by the CMC Price, multiplied by the instrument Margin percentage. The AUSSIE200 Index has a 5% Margin Percentage. Your Total Margin Requirement to open this position is \$3075.08	$10 \times 5212 \times 5\% = 2606$	Total Margin Requirement	AUD\$2,606 (\$3,075.08)
You decide to hold the position overnight. The closing price for AUSSIE200 Index CFD for that day was 5212, the same as your purchase price			
Your Total Free Equity is your Total Equity Less your Total Margin Requirement	$10000 - 3075.08 = 6924.92$	Total Free Equity	\$6,924.92
Step 3 - Closing the position	Calculation	Account Display	
Following a positive lead from the US overnight, the AUSSIE200 Index CFD opens the next day is 5248/50		Total Equity	\$10,407.95
You decide to close your position and sell 10 AUSSIE200 Index CFDs at the bid price 5248			
Your Total Equity would increase by AUD\$360	$(5248 - 5212) \times 10 = 360$		
You would pay \$0 Commission for this trade. CMC charges no Commission for buying and selling Index CFDs.			
Your Account is debited AUD\$14.28 for overnight financing. Overnight financing is calculated by the number of CFDs multiplied by the CMC price, multiplied by the Financing Rate and divided by 365. Refer to 4.2 for Relevant Interest Rate	$(10 \times 5212) \times 10\% / 365 = 14.28$		
Your Total Margin Requirement would now be zero as your position has been closed		Total Margin Requirement	\$0.00
Your Total Free Equity is your Total Equity Less your Total Margin Requirement	$10407.95 - 0 = 10407.95$	Total Free Equity	\$10,407.95

In this example you opened a Long position and closed at a greater price. After financing charges you would have made \$407.95 profit. If the price had moved in the opposite direction by a greater amount, your loss would have been \$509.88. Please see the example below for how this loss is calculated.

Example 6: Going Long and making a loss using an Index CFD

Step 1 - Opening your Account	Calculation	Account Display	
You open an account with CMC and have on deposit \$10,000 in Total Equity.	n/a	Total Equity	\$10,000.00
You have no Margin Requirement at this point as you hold no CFD positions.	n/a	Total Margin Requirement	\$0.00
Total Free Equity is your Total Equity Less your Total Margin Requirement	$10000 - 0 = 10000$	Total Free Equity	\$10,000.00
Step 2 - Opening a position	Calculation	Account Display	
The price of AUSSIE200 Index CFD is 5210 (bid price) / 5212 (offer price)		Total Equity	\$10,000.00
You buy 10 AUSSIE200 Index CFDs at the offer price of 5212			
You will pay no Commission for this trade. CMC charges no Commission for execution i.e. buying and selling Index CFDs.			
Your Total Margin Requirement is the number of CFDs multiplied by the CMC Price, multiplied by the instrument Margin percentage. The AUSSIE200 has a 5% Margin Percentage. Your Total Margin Requirement to open this position is \$3,075.08	$10 \times 5212 \times 5\% = 2606$	Total Margin Requirement	AUD\$2,606 (\$3,075.08)
You decide to hold the position overnight. The closing price for AUSSIE200 Index CFD for that day was 5212, the same as your purchase price			
Your Total Free Equity is your Total Equity Less your Total Margin Requirement	$10000 - 3075.08 = 6924.92$	Total Free Equity	\$6,924.92
Step 3 - Closing the position	Calculation	Account Display	
Following a negative lead from the US overnight, the AUSSIE200 Index CFD opens the next day lower at 5170/72		Total Equity	\$9,490.12
You decide to close your position and sell 10 AUSSIE200 Index CFDs at the bid price 5170			
Your Total Equity would decrease by AUD\$420 following closing your position	$(5170 - 5212) \times 10 = -420$		
You would pay \$0 Commission for this Index CFD trade			
Your Account would be debited A\$14.28 for overnight financing. Overnight financing is calculated by the number of CFDs multiplied by the CMC price, multiplied by the Financing Rate and divided by 365. Refer to 4.2 for Relevant Interest Rate	$(10 \times 5212) \times 10\% / 365 = 14.28$		
Your Total Margin Requirement would now be zero as your position has been closed		Total Margin Requirement	\$0.00
Your Total Free Equity is your Total Equity Less your Total Margin Requirement	$9,490.12 - 0 = 9,490.12$	Total Free Equity	\$9,490.12

In this example you opened a Long position and closed at a lesser price. After financing charges you would have made \$509.88 loss.

Example 7: Going Short and making a profit using an Index CFD

Step 1 - Opening your Account	Calculation	Account Display	
You open an account with CMC and have on deposit \$10,000 in Total Equity.	n/a	Total Equity	\$10,000.00
You have no Margin Requirement at this point as you hold no CFD positions.	n/a	Total Margin Requirement	\$0.00
Total Free Equity is your Total Equity Less your Total Margin Requirement	$10000 - 0 = 10000$	Total Free Equity	\$10,000.00
Step 2 - Opening a position	Calculation	Account Display	
The price of AUSSIE200 Index CFD is 5210 (bid price) / 5212 (offer price)		Total Equity	\$10,000.00
You sell 10 AUSSIE200 Index CFDs at the bid price of 5210			
You will pay \$0 Commission for this trade			
Your Total Margin Requirement is the number of CFDs multiplied by the CMC Price, multiplied by the instrument Margin percentage. The AUSSIE200 has a 5% Margin Percentage. Your Total Margin Requirement to open this position is \$3,073.90	$10 \times 5210 \times 5\% = 2,605$	Total Margin Requirement	AUD\$2,605 (\$3,073.90)
You decide to hold the position overnight. The closing price for AUSSIE200 Index CFD for that day was 5210, the same as your sale price		Total Free Equity	\$6,926.10
Your Total Free Equity is your Total Equity Less your Total Margin Requirement	$10000 - 3073.90 = 6926.10$		
Step 3 - Closing the position	Calculation	Account Display	
Following a negative lead from the US overnight, the AUSSIE200 Index CFD opens the next day is 5170/72		Total Equity	\$10,448.40
You decide to close your position and buy 10 AUSSIE200 Index CFDs at the offer price 5172			
Your Total Equity would increase by AUD\$380	$(5210 - 5172) \times 10 = 380$		
You would pay \$0 Commission for this trade		Total Margin Requirement	\$0.00
Your Total Margin Requirement would now be zero as your position has been closed			
Your Account would also be credited AUD\$2.85 for overnight financing. Representing the amount of CFDS multiplied by the CMC price, multiplied by the Relevant Interest Rate divided by 365 Refer to 4.2 for Relevant Interest Rate	$(10 \times 5210) \times 2\% / 365 = 2.85$	Total Free Equity	\$10,451.76

In this example you opened a Long position and closed at a lesser price. After financing charges you would have made \$509.88 loss.

Example 8: Going Short and making a loss using an Index CFD

Step 1 - Opening your Account	Calculation	Account Display	
You open an account with CMC and have on deposit \$10,000 in Total Equity.	n/a	Total Equity	\$10,000.00
You have no Margin Requirement at this point as you hold no CFD positions.	n/a	Total Margin Requirement	\$0.00
Total Free Equity is your Total Equity Less your Total Margin Requirement	$10000 - 0 = 10000$	Total Free Equity	\$10,000.00
Step 2 - Opening a position	Calculation	Account Display	
The price of AUSSIE200 Index CFD is 5210 (bid price) / 5212 (offer price)		Total Equity	\$10,000.00
You sell 10 AUSSIE200 Index CFDs at the bid price of 5210			
You will pay \$0 Commission for this trade			
Your Total Margin Requirement is the number of CFDs multiplied by the CMC Price, multiplied by the instrument Margin percentage. The AUSSIE200 has a 5% Margin Percentage. Your Total Margin Requirement to open this position is AUD\$2,605	$10 \times 5210 \times 5\% = 2605$	Total Margin Requirement	AUD\$2,605 (\$3,073.90)
You decide to hold the position overnight. The closing price for AUSSIE200 Index CFD for that day was 5210, the same as your sale price		Total Free Equity	\$6,926.10
Step 3 - Closing the position	Calculation	Account Display	
Following a positive lead from the US overnight, the AUSSIE200 Index CFD opens the next day higher at 5246/48		Total Equity	\$9,554.96
You decide to close your position and buy 10 AUSSIE200 Index CFDs at the offer price 5248			
Your Total Equity would decrease by AUD\$380	$(5210 - 5248) \times 10 = -380$		
You would pay \$0 Commission for this trade			
Your Account would also be credited AUD\$2.85 for overnight financing. Representing the amount of CFDS multiplied by the CMC price, multiplied by the Relevant Interest Rate divided by 365 Refer to 4.2 for Relevant Interest Rate	$(10 \times 5210) \times 2\% / 365 = 2.85$		
Your Total Margin Requirement would now be zero as your position has been closed		Total Margin Requirement	\$0.00
Your Total Free Equity is your Total Equity Less your Total Margin Requirement	$9554.96 - 0 = 9554.96$	Total Free Equity	\$9,554.96

In this example you opened a Short position and closed at a greater price. After financing benefits you would have made \$445.04 loss.

Example 9: Going Long and making a profit using a Treasury CFD

Step 1 - Opening your Account	Calculation	Account Display	
You open an account with CMC and have on deposit \$10,000 in Total Equity.	n/a	Total Equity	\$10,000.00
You have no Margin Requirement at this point as you hold no CFD positions.	n/a	Total Margin Requirement	\$0.00
Total Free Equity is your Total Equity Less your Total Margin Requirement	$10000 - 0 = 10000$	Total Free Equity	\$10,000.00
Step 2 - Opening a position	Calculation	Account Display	
The price of AUST3YR Dec 06 Treasury CFD is 94.17 (bid price) / 20 (offer price) The tick movement for 1 AUST3YR is AUD \$1 per 0.01		Total Equity	\$10,000.00
You buy 1 AUST3YR Dec 06 Treasury CFDs at the offer price of 94.20.			
You will pay \$0 Commission for this trade			
Your Total Margin Requirement is the number of CFDs multiplied by the CMC Price, multiplied by the Margin Percentage and divided by the tick size. AUST3YR Dec 06 has a 20% Margin Percentage and a 0.01 tick size. Your Total Margin Requirement to open this position is AUD\$1,884.00	$1 \times 94.20 \times 20\% / 0.01 = 1884$	Total Margin Requirement	AUD\$1884.00 (\$2,223.12)
You decide to hold the position overnight. The closing price for AUST3YR Dec 06 Treasury CFD for that day was 94.20, the same as your purchase price	$10000 - 2223.12 = 7776.88$	Total Free Equity	\$7,776.88
Step 3 - Closing the position	Calculation	Account Display	
Following speculation of an interest rate cut, the opening price of AUST3YR Dec 06 Treasury CFD the next day is 94.30/33		Total Equity	\$10,011.80
You decide to close your position and sell 1 AUST3YR Dec 06 Treasury CFDs at the bid price of 94.30			
Your Total Equity would increase by AUD\$10	$(94.30 - 94.20) \times 1 / 0.01 = 10$		
You would pay \$0 Commission for this trade			
Your Total Margin Requirement would now be zero as your position has been closed		Total Margin Requirement	\$0.00
Account credited \$0 for overnight financing	Refer to section 3.6 Financing and Rollover charges / benefits	Total Free Equity	\$10,011.80

In this example you opened a Long position and closed at a greater price. After Commission and financing charges you would have made \$11.80 profit. If the price had have moved in the opposite direction by an equal amount, your loss would have been \$11.80. Please see the example below for how this loss is calculated.

Example 10: Going Long and making a loss using a Treasury CFD

Step 1 - Opening your Account	Calculation	Account Display	
You open an account with CMC and have on deposit \$10,000 in Total Equity.	n/a	Total Equity	\$10,000.00
You have no Margin Requirement at this point as you hold no CFD positions.	n/a	Total Margin Requirement	\$0.00
Total Free Equity is your Total Equity Less your Total Margin Requirement	$10000 - 0 = 10000$	Total Free Equity	\$10,000.00
Step 2 - Opening a position	Calculation	Account Display	
The price of AUST3YR Dec 06 Treasury CFD is 94.17 (bid price) / 20 (offer price) The tick movement for 1 AUST3YR is AUD\$1 per 0.01.		Total Equity	\$10,000.00
You buy 1 AUST3YR Dec 06 Treasury CFDs at the offer price of 94.20			
You will pay \$0 Commission for this trade			
Your Total Margin Requirement is the number of CFDs multiplied by the CMC Price, multiplied by the Margin Percentage and divided by the tick size. AUST3YR Dec 06 has a 20% Margin Percentage and a 0.01 tick size. Your Total Margin Requirement to open this position is AUD\$1,884	$1 \times 94.20 \times 20\% / 0.01 = 1884$	Total Margin Requirement	AUD\$1884.00 (\$2,223.12)
You decide to hold the position overnight . The closing price for AUST3YR Dec 06 Treasury CFD for that day was 94.20, the same as your purchase price		Total Free Equity	\$7,776.88
Step 3 - Closing the position	Calculation	Account Display	
Following speculation of an interest rate rise, the opening price of AUST3YR Dec 06 Treasury CFD the next day is 94.10/13		Total Equity	\$9,988.20
You decide to close your position and sell 1 AUST3YR Dec 06 Treasury CFDs at the bid price of 94.10			
Your Total Equity would decrease by AUD\$10	$(94.10 - 94.20) \times 1 / 0.01 = -10$		
You would pay \$0 Commission for this trade		Total Margin Requirement	\$0.00
Your Total Margin Requirement would now be zero as your position has been closed		Total Free Equity	\$9,988.20
Account credited \$0 for overnight financing	Refer to section 3.6 Financing and Rollover charges / benefits		

In this example you opened a Long position and closed at a lesser price. After Commission and financing charges you would have made \$11.80 loss.

Example 11: Going Short and making a profit using a Treasury CFD

Step 1 - Opening your Account	Calculation	Account Display	
You open an account with CMC and have on deposit \$10,000 in Total Equity.	n/a	Total Equity	\$10,000.00
You have no Margin Requirement at this point as you hold no CFD positions.	n/a	Total Margin Requirement	\$0.00
Total Free Equity is your Total Equity Less your Total Margin Requirement	$10000 - 0 = 10000$	Total Free Equity	\$10,000.00
Step 2 - Opening a position	Calculation	Account Display	
The price of AUST3YR Dec 06 Treasury CFD is 94.17 (bid price) / 20 (offer price) The tick movement for 1 AUST3YR is AUD \$1 per 0.01		Total Equity	\$10,000.00
You sell 1 AUST3YR Dec 06 Treasury CFDs at the bid price of 94.17			
You will pay \$0 Commission for this trade			
Your Total Margin Requirement is the number of CFDs multiplied by the CMC Price, multiplied by the Margin Percentage and divided by the tick size. AUST3YR Dec 06 has a 20% Margin Percentage and a 0.01 tick size. Your Total Margin Requirement to open this position is AUD\$1,883.40	$1 \times 94.17 \times 20\% / 0.01 = 1883.40$	Total Margin Requirement	AUD\$1,883.40 (\$2,222.41)
You decide to hold the position overnight . The closing price for AUST3YR Dec 06 Treasury CFD for that day was 94.17, the same as your sale price		Total Free Equity	\$7,777.59
Step 3 - Closing the position	Calculation	Account Display	
Following speculation of an interest rate rise, the opening price of AUST3YR Dec 06 Treasury CFD the next day is 93.98/01		Total Equity	\$10,018.88
You decide to close your position and buy 1 AUST3YR Dec 06 Treasury CFDs at the offer price of 94.01			
Your Total Equity would increase by AUD\$16	$(94.17 - 94.01) \times 1 / 0.01 = 16$		
You would pay \$0 Commission for this trade			
Your Total Margin Requirement would now be zero as your position has been closed		Total Margin Requirement	\$0.00
Account credited \$0 for overnight financing	Refer to section 3.6 Financing and Rollover charges / benefits	Total Free Equity	\$10,018.88

In this example you opened a Short position and closed at a lesser price. After Commission and financing charges you would have made \$18.88 profit. If the price had have moved in the opposite direction by an equal amount, your loss would have been \$18.88. Please see the example below for how this loss is calculated.

Example 12: Going Short and making a loss using a Treasury CFD

Step 1 - Opening your Account	Calculation	Account Display	
You open an account with CMC and have on deposit \$10,000 in Total Equity.	n/a	Total Equity	\$10,000.00
You have no Margin Requirement at this point as you hold no CFD positions.	n/a	Total Margin Requirement	\$0.00
Total Free Equity is your Total Equity Less your Total Margin Requirement	$10000 - 0 = 10000$	Total Free Equity	\$10,000.00
Step 2 - Opening a position	Calculation	Account Display	
The price of AUST3YR Dec 06 Treasury CFD is 94.17 (bid price) / 20 (offer price) The tick movement for 1 AUST3YR is AUD \$1 per 0.01		Total Equity	\$10,000.00
You sell 1 AUST3YR Dec 06 Treasury CFDs at the bid price of 94.17			
You will pay \$0 Commission for this trade			
Your Total Margin Requirement is the number of CFDs multiplied by the CMC Price, multiplied by the Margin Percentage and divided by the tick size. AUST3YR Dec 06 has a 20% Margin Percentage and a 0.01 tick size. Your Total Margin Requirement to open this position is AUD\$1,883.40	$1 \times 94.17 \times 20\% / 0.01 = 1883.40$	Total Margin Requirement	AUD\$1,883.40 (\$2,222.41)
You decide to hold the position overnight . The closing price for AUST3YR Dec 06 Treasury CFD for that day was 94.17, the same as your sale price		Total Free Equity	\$7,777.59
Step 3 - Closing the position	Calculation	Account Display	
Following speculation of an interest rate cut , the opening price of AUST3YR Dec 06 Treasury CFD the next day is 94.30/33		Total Equity	\$9,981.12
You decide to close your position and buy 1 AUST3YR Dec 06 Treasury CFDs at the offer price of 94.33			
Your Total Equity would decrease by AUD\$16	$(94.17 - 94.33) \times 1 / 0.01 = 16$		
You would pay \$0 Commission for this trade		Total Margin Requirement	\$0.00
Your Total Margin Requirement would now be zero as your position has been closed		Total Free Equity	\$9,981.12
Account credited \$0 for overnight financing	Refer to section 3.6 Financing and Rollover charges / benefits.	Total Free Equity	\$9,981.12

In this example you opened a Long position and closed at a lesser price. After Commission and financing charges you would have made \$18.88 loss.

Example 13: Going Long and making a profit using a Commodity CFD

Step 1 - Opening your Account	Calculation	Account Display	
You open an account with CMC and have on deposit \$10,000 in Total Equity.	n/a	Total Equity	\$10,000.00
You have no Margin Requirement at this point as you hold no CFD positions.	n/a	Total Margin Requirement	\$0.00
Total Free Equity is your Total Equity Less your Total Margin Requirement	$10000 - 0 = 10000$	Total Free Equity	\$10,000.00
Step 2 - Opening a position	Calculation	Account Display	
The price of USCRUDE May 07 Commodity CFD is 59.47 (bid price) / 53 (offer price) The tick movement for 1 USCRUDE May 07 is USD \$1 per 0.01		Total Equity	\$10,000.00
You buy 1 USCRUDE May 07 Commodity CFDs at the offer price of 59.53			
You will pay \$0 Commission for this trade			
Your Total Margin Requirement is the number of CFDs multiplied by the CMC Price, multiplied by the Margin Percentage and divided by the tick size. USCRUDE May 07 has a 20 % Margin Percentage and a 0.01 tick size. Your Total Margin Requirement to open this position is USD\$1,190.60	$1 \times 59.53 \times 20\% / 0.01 = 1190.60$	Total Margin Requirement	USD\$1,190.60 (\$1,821.62)
You decide to hold the position overnight. The closing price for USCRUDE May 07 Commodity CFD for that day was 59.53, the same as your purchase price		Total Free Equity	\$8,178.38
Step 3 - Closing the position	Calculation	Account Display	
Following speculation of a reduction in production by OPEC, the opening price of USCRUDE May 07 Commodity CFD the next day is 59.60/66		Total Equity	\$10,010.71
You decide to close your position and sell 1 USCRUDE May 07 Commodity CFDs at the bid price of 59.60			
Your Total Equity would increase by USD\$7	$(59.60 - 59.53) \times 1 / 0.01 = 7$		
You would pay \$0 Commission for this trade		Total Margin Requirement	\$0.00
Your Total Margin Requirement would now be zero as your position has been closed		Total Free Equity	\$10,010.71
Account credited \$0 for overnight financing	Refer to section 3.6 Financing and Rollover charges / benefits		

In this example you opened a Long position and closed at a greater price. After Commission and financing charges you would have made \$10.71 profit. If the price had moved in the opposite direction by an equal amount, your loss would have been \$10.71.

Example 14: Going Long and making a loss using a Commodity CFD

Step 1 - Opening your Account	Calculation	Account Display	
You open an account with CMC and have on deposit \$10,000 in Total Equity.	n/a	Total Equity	\$10,000.00
You have no Margin Requirement at this point as you hold no CFD positions.	n/a	Total Margin Requirement	\$0.00
Total Free Equity is your Total Equity Less your Total Margin Requirement	$10000 - 0 = 10000$	Total Free Equity	\$10,000.00
Step 2 - Opening a position	Calculation	Account Display	
The price of USCRUDE May 07 Commodity CFD is 59.47 (bid price) / 53 (offer price) The tick movement for 1 USCRUDE May 07 is USD \$1 per 0.01		Total Equity	\$10,000.00
You buy 1 USCRUDE May 07 Commodity CFDs at the offer price of 59.53			
You will pay \$0 Commission for this trade			
Your Total Margin Requirement is the number of CFDs multiplied by the CMC Price, multiplied by the Margin Percentage and divided by the tick size. USCRUDE May 07 has a 20 % Margin Percentage and a 0.01 tick size. Your Total Margin Requirement to open this position is USD\$1,190.60	$1 \times 59.53 \times 20\% / 0.01 = 1190.60$	Total Margin Requirement	USD\$1,190.60 (\$1,821.62)
You decide to hold the position overnight. The closing price for USCRUDE May 07 Commodity CFD for that day was 59.53, the same as your purchase price		Total Free Equity	\$8,178.38
Step 3 - Closing the position	Calculation	Account Display	
Following speculation of an interest rate rise, the opening price of USCRUDE May 07 Commodity CFD the next day is 59.34/40		Total Equity	\$9,970.93
You decide to close your position and sell 1 USCRUDE May 07 Commodity CFDs at the bid price of 59.34			
Your Total Equity would decrease by USD\$19	$(59.34 - 59.53) \times 1 / 0.01 = -19$		
You would pay \$0 Commission for this trade		Total Margin Requirement	\$0.00
Your Total Margin Requirement would now be zero as your position has been closed		Total Free Equity	\$9,970.93
Account credited \$0 for overnight financing	Refer to section 3.6 Financing and Rollover charges / benefits	Total Free Equity	\$9,970.93

In this example you opened a Long position and closed at a lesser price. After Commission and financing charges you would have made \$29.07 loss.

Example 15: Going Short and making a profit using a Commodity CFD

Step 1 - Opening your Account	Calculation	Account Display	
You open an account with CMC and have on deposit \$10,000 in Total Equity.	n/a	Total Equity	\$10,000.00
You have no Margin Requirement at this point as you hold no CFD positions.	n/a	Total Margin Requirement	\$0.00
Total Free Equity is your Total Equity Less your Total Margin Requirement	$10000 - 0 = 10000$	Total Free Equity	\$10,000.00
Step 2 - Opening a position	Calculation	Account Display	
The price of USCRUDE May 07 Commodity CFD is 59.47 (bid price) / 53 (offer price) The tick movement for 1 USCRUDE May 07 is USD \$1 per 0.01		Total Equity	\$10,000.00
You sell 1 USCRUDE May 07 Commodity CFDs at the bid price of 59.47			
You will pay \$0 Commission for this trade			
Your Total Margin Requirement is the number of CFDs multiplied by the CMC Price, multiplied by the Margin Percentage and divided by the tick size. USCRUDE May 07 has a 20 % Margin Percentage and a 0.01 tick size. Your Total Margin Requirement to open this position is USD\$1,189.40	$1 \times 59.47 \times 20\% / 0.01 = 1189.40$	Total Margin Requirement	USD\$1,189.40 (\$1,189.78)
You decide to hold the position overnight. The closing price for USCRUDE May 07 Commodity CFD for that day was 59.47, the same as your sale price		Total Free Equity	\$8,180.22
Step 3 - Closing the position	Calculation	Account Display	
Following speculation of an interest rate rise, the opening price of USCRUDE May 07 Commodity CFD the next day is 59.34/40		Total Equity	\$10,010.71
You decide to close your position and buy 1 USCRUDE May 07 Commodity CFDs at the offer price of 59.40			
Your Total Equity would increase by USD\$7	$(59.47 - 59.40) \times 1 / 0.01 = 7$		
You would pay \$0 Commission for this trade		Total Margin Requirement	\$0.00
Your Total Margin Requirement would now be zero as your position has been closed		Total Free Equity	\$10,010.71
Account credited \$0 for overnight financing	Refer to section 3.6 Financing and Rollover charges / benefits	Total Free Equity	\$10,010.71

In this example you opened a Short position and closed at a lesser price. After Commission and financing charges you would have made \$10.71 profit. If the price had have moved in the opposite direction by an equal amount, your loss would have been \$ 10.71.

Example 16: Going Short and making a loss using a Commodity CFD

Step 1 - Opening your Account	Calculation	Account Display	
You open an account with CMC and have on deposit \$10,000 in Total Equity.	n/a	Total Equity	\$10,000.00
You have no Margin Requirement at this point as you hold no CFD positions.	n/a	Total Margin Requirement	\$0.00
Total Free Equity is your Total Equity Less your Total Margin Requirement	$10000 - 0 = 10000$	Total Free Equity	\$10,000.00
Step 2 - Opening a position	Calculation	Account Display	
The price of USCRUDE May 07 Commodity CFD is 59.47 (bid price) / 53 (offer price) The tick movement for 1 USCRUDE May 07 is USD \$1 per 0.01		Total Equity	\$10,000.00
You sell 1 USCRUDE May 07 Commodity CFDs at the bid price of 59.47			
You will pay \$0 Commission for this trade			
Your Total Margin Requirement is the number of CFDs multiplied by the CMC Price, multiplied by the Margin Percentage and divided by the tick size. USCRUDE May 07 has a 20 % Margin Percentage and a 0.01 tick size. Your Total Margin Requirement to open this position is US\$1,189.40	$1 \times 59.47 \times 20\% / 0.01 = 1189.40$	Total Margin Requirement	USD\$1,189.40 (\$1,819.78)
You decide to hold the position overnight. The closing price for USCRUDE May 07 Commodity CFD for that day was 59.47, the same as your sale price		Total Free Equity	\$8,180.22
Step 3 - Closing the position	Calculation	Account Display	
Following speculation of an interest rate cut, the opening price of USCRUDE May 07 Commodity CFD the next day is 59.60/66		Total Equity	\$9,970.93
You decide to close your position and buy 1 USCRUDE May 07 Commodity CFDs at the offer price of 59.66			
Your Total Equity would decrease by USD\$19	$(59.47 - 59.66) \times 1 / 0.01 = -19$		
You would pay \$0 Commission for this trade		Total Margin Requirement	\$0.00
Your Total Margin Requirement would now be zero as your position has been closed		Total Free Equity	\$9,970.93
Account credited \$0 for overnight financing	Refer to section 3.6 Financing and Rollover charges / benefits	Total Free Equity	\$9,970.93

In this example you opened a Short position and closed at a higher price. After Commission and financing charges you would have made \$29.07 loss.

Example 17: Going Long and making a profit using a Forex CFD

Step 1 - Opening your Account	Calculation	Account Display	
You open an account with CMC and have on deposit \$10,000 in Total Equity.	n/a	Total Equity	\$10,000.00
You have no Margin Requirement at this point as you hold no CFD positions.	n/a	Total Margin Requirement	\$0.00
Total Free Equity is your Total Equity Less your Total Margin Requirement	$10000 - 0 = 10000$	Total Free Equity	\$10,000.00
Step 2 - Opening a position	Calculation	Account Display	
The price of AUDUSD Spot CFD is 0.7550 (bid price) / 0.7552 (offer price)		Total Equity	\$10,000.00
You buy 100,000 AUDUSD Spot CFDs at the offer price of 0.7552			
You will pay \$0 Commission for this trade			
Your Total Margin Requirement is the number of CFDs multiplied by the CMC Price, multiplied by Margin Percentage. Forex CFDs have a 2% Margin Percentage. Your Total Margin Requirement to open this position is AUD\$2,000	$100000 \times 2\% = 2000$	Total Margin Requirement	AUD\$2,000.00 (\$2,360.00)
You decide to hold the position overnight. The closing price for a AUDUSD Spot CFD for that day was 0.7552, the same as your purchase price		Total Free Equity	\$7,640.00
Step 3 - Closing the position	Calculation	Account Display	
Following speculation of a US interest rate cut, the price of AUDUSD Spot CFD the next day is 0.7580/82		Total Equity	\$10,330.40
You decide to close your position and sell 100,000 AUDUSD Spot CFDs at the bid price of 0.7580			
Your Total Equity would increase by AUD\$280	$(0.7580 - 0.7552) \times 100000 = 280$		
You would pay \$0 Commission for this trade			
Your Total Margin Requirement would now be zero as your position has been closed		Total Margin Requirement	\$0.00
Account credited AUD\$2.05 (\$2.42) for overnight financing	Refer to section 3.6 Financing and Rollover charges / benefits	Total Free Equity	\$10,332.82

In this example you opened a Long position and closed at a greater price. After Commission and financing charges you would have made \$332.82 profit. If the price had have moved in the opposite direction by an equal amount, your loss would have been \$375.18. Please see the example below for how this loss is calculated.

Example 18: Going Long and making a loss using a Forex CFD

Step 1 - Opening your Account	Calculation	Account Display	
You open an account with CMC and have on deposit \$10,000 in Total Equity.	n/a	Total Equity	\$10,000.00
You have no Margin Requirement at this point as you hold no CFD positions.	n/a	Total Margin Requirement	\$0.00
Total Free Equity is your Total Equity Less your Total Margin Requirement	$10000 - 0 = 10000$	Total Free Equity	\$10,000.00
Step 2 - Opening a position	Calculation	Account Display	
The price of AUDUSD Spot CFD is 0.7550 (bid price) / 0.7552 (offer price)		Total Equity	\$10,000.00
You buy 100,000 AUDUSD Spot CFDs at the offer price of 0.7552			
You will pay \$0 Commission for this trade			
Your Total Margin Requirement is the number of CFDs multiplied by the CMC Price, multiplied by Margin Percentage. Forex CFDs have a 2% Margin Percentage. Your Total Margin Requirement to open this position is AUD\$2,000	$100000 \times 2\% = 2000$	Total Margin Requirement	AUD\$2,000.00 (\$2,360.00)
You decide to hold the position overnight. The closing price for a AUDUSD Spot CFD for that day was 0.7552, the same as your purchase price		Total Free Equity	\$7,640.00
Step 3 - Closing the position	Calculation	Account Display	
Following speculation of a US interest rate rise, the price of AUDUSD Spot CFD the next day is 0.7520/22		Total Equity	\$9,622.40
You decide to close your position and sell 100,000 AUDUSD Spot CFDs at the bid price of 0.7520			
Your Total Equity would decrease by AUD\$320	$(0.7520 - 0.7552) \times 100000 = 320$		
You would pay \$0 Commission for this trade			
Your Total Margin Requirement would now be zero as your position has been closed		Total Margin Requirement	\$0.00
Account credited AUD\$2.05 (\$2.42) for overnight financing	Refer to section 3.6 Financing and Rollover charges / benefits	Total Free Equity	\$9,624.82

In this example you opened a Long position and closed at a lesser price. After Commission and financing charges you would have made \$375.18 loss.

Example 19: Going Short and making a profit using a Forex CFD

Step 1 - Opening your Account	Calculation	Account Display	
You open an account with CMC and have on deposit \$10,000 in Total Equity.	n/a	Total Equity	\$10,000.00
You have no Margin Requirement at this point as you hold no CFD positions.	n/a	Total Margin Requirement	\$0.00
Total Free Equity is your Total Equity Less your Total Margin Requirement	$10000 - 0 = 10000$	Total Free Equity	\$10,000.00
Step 2 - Opening a position	Calculation	Account Display	
The price of AUDUSD Spot CFD is 0.7550 (bid price) / 0.7552 (offer price)		Total Equity	\$10,000.00
You sell 100,000 AUDUSD Spot CFDs at the bid price of 0.7550			
You will pay \$0 Commission for this trade			
Your Total Margin Requirement is the number of CFDs multiplied by the CMC Price, multiplied by Margin Percentage. Forex CFDs have a 2% Margin Percentage. Your Total Margin Requirement to open this position is AUD\$2,000	$100000 \times 2\% = 2000$	Total Margin Requirement	AUD\$2,000.00 (\$2,360.00)
You decide to hold the position overnight. The closing price for a AUDUSD Spot CFD for that day was 0.7550, the same as your sale price		Total Free Equity	\$7,640.00
Step 3 - Closing the position	Calculation	Account Display	
Following speculation of a US interest rate rise, the price of AUDUSD Spot CFD the next day is 0.7520/22		Total Equity	\$10,330.40
You decide to close your position and buy 100,000 AUDUSD Spot CFDs at the offer price of 0.7522			
Your Total Equity would increase by A\$280	$(0.7550 - 0.7522) \times 100000 = 280$		
You would pay \$0 Commission for this trade			
Your Total Margin Requirement would now be zero as your position has been closed		Total Margin Requirement	\$0.00
Account debited AUD\$2.15 (\$2.54) for overnight financing	Refer to section 3.6 Financing and Rollover charges / benefits	Total Free Equity	\$10,327.86

In this example you opened a Short position and closed at a lesser price. After Commission charges and financing benefits you would have made \$327.86 profit. If the price had have moved in the opposite direction by an equal amount, your loss would have been \$380.14. Please see the example below for how this loss is calculated.

Example 20: Going Short and making a loss using a Forex CFD

Step 1 - Opening your Account	Calculation	Account Display	
You open an account with CMC and have on deposit \$10,000 in Total Equity.	n/a	Total Equity	\$10,000.00
You have no Margin Requirement at this point as you hold no CFD positions.	n/a	Total Margin Requirement	\$0.00
Total Free Equity is your Total Equity Less your Total Margin Requirement	$10000 - 0 = 10000$	Total Free Equity	\$10,000.00
Step 2 - Opening a position	Calculation	Account Display	
The price of AUDUSD Spot CFD is 0.7550 (bid price) / 0.7552 (offer price)		Total Equity	\$10,000.00
You sell 100,000 AUDUSD Spot CFDs at the bid price of 0.7550			
You will pay \$0 Commission for this trade			
Your Total Margin Requirement is the number of CFDs multiplied by the CMC Price, multiplied by Margin Percentage. Forex CFDs have a 2% Margin Percentage. Your Total Margin Requirement to open this position is AUD\$2,000	$100000 \times 2\% = 2000$	Total Margin Requirement	AUD\$2,000.00 (\$2,360.00)
You decide to hold the position overnight. The closing price for a AUDUSD Spot CFD for that day was 0.7550, the same as your sale price		Total Free Equity	\$7,640.00
Step 3 - Closing the position	Calculation	Account Display	
Following speculation of a US interest rate cut, the price of AUDUSD Spot CFD the next day is 0.7576/78		Total Equity	\$9,669.60
You decide to close your position and buy 100,000 AUDUSD Spot CFDs at the offer price of 0.7578			
Your Total Equity would decrease by AUD\$280	$(0.7550 - 0.7578) \times 100000 = -280$		
You would pay \$0 Commission for this trade			
Your Total Margin Requirement would now be zero as your position has been closed		Total Margin Requirement	\$0.00
Account debited AUD\$2.15 (\$2.54) for overnight financing	Refer to section 3.6 Financing and Rollover charges / benefits	Total Free Equity	\$9,667.06

In this example you opened a Short position and closed at a greater price. After Commission and financing charges you would have made \$332.94 loss.

Example 21: Going Long, making a loss and going into margin call using a Share CFD

Step 1 - Opening your Account	Calculation	Account Display	
You open an account with CMC and have on deposit \$10,000 in Total Equity.	n/a	Total Equity	\$10,000.00
You have no Margin Requirement at this point as you hold no CFD positions.	n/a	Total Margin Requirement	\$0.00
Total Free Equity is your Total Equity Less your Total Margin Requirement	$10000 - 0 = 10000$	Total Free Equity	\$10,000.00
Step 2 - Opening a position	Calculation	Account Display	
The price of DBS Share CFD is 24.90 (bid price) / 25.00 (offer price)		Total Equity	\$9,925.00
You buy 2,000 DBS Share CFDs at the offer price of \$25.00. You will pay \$75 Commission for this trade if you trade at CMC's retail rate of 0.15%. This amount is deducted from your Total Equity leaving \$9,925.	$2000 \times 25.00 \times 0.15\% = 75$		
Your Total Margin Requirement is the number of CFDs multiplied by the CMC Price, multiplied by Margin Percentage	$2000 \times 25.00 \times 10\% = 5000$		
You decide to hold the position overnight. The closing price for a DBS Share CFD for that day was \$25, the same as your purchase price		Total Margin Requirement	\$5,000.00
Total Free Equity is \$4,925 i.e. your Total Equity less your Total Margin Requirement.	$9925 - 5000 = 4925$	Total Free Equity	\$4,925.00
Step 3 - Going on to Margin Call	Calculation	Account Display	
Following an earnings downgrade, the opening price of DBS Share CFD the next day is 21.50/60		Total Equity	\$2,925.00
Your Total Equity would decrease by \$7,000 resulting from the adverse market movements	$(21.50 - 25.00) \times 2000 = -7000$	Total Margin Requirement	\$4,300.00
Your Total Margin Requirement would also decrease by \$700 based upon the new notional value of your position	$2000 \times 21.50 \times 10\% = 4300$		
As your Free Equity has now fallen into a debit balance, you would now be on a Margin Call for this debit of \$1,375.00		Total Free Equity	-\$1,375.00
Step 4 - Closing the position	Calculation	Account Display	
You decide to close your position and sell 2,000 DBS Share CFDs at the bid price of 21.50		Total Equity	\$2,852.28
You would pay \$64.50 Commission for this trade if you trade at CMC's retail rate of 0.15%. This amount is deducted from your Total Equity.	$2000 \times 21.50 \times 0.15\% = 64.50$		
Your Account would also be debited \$8.22 for overnight financing. Representing the amount of CFDs multiplied by the CMC price, multiplied by the Relevant Interest Rate and divided by 365	$(2000 \times 25.00) \times 6\% / 365 = 8.22$		
Your Total Margin Requirement would now be zero as your position has been closed.		Total Margin Requirement	\$0.00
Total Free Equity is now \$2,852.28 i.e. your Total Equity Less your Total Margin Requirement		Total Free Equity	\$2,852.28

In this example you opened a Long position and closed at a lesser price. After Commission and financing charges you would have made \$7,147.72 loss.

Example 22: Going Long and making a loss greater than the funds deposited using a Share CFD

Step 1 - Opening your Account	Calculation	Account Display	
You open an account with CMC and have on deposit \$10,000 in Total Equity.	n/a	Total Equity	\$10,000.00
You have no Margin Requirement at this point as you hold no CFD positions.	n/a	Total Margin Requirement	\$0.00
Total Free Equity is your Total Equity Less your Total Margin Requirement	$10000 - 0 = 10000$	Total Free Equity	\$10,000.00
Step 2 - Opening a position	Calculation	Account Display	
The price of DBS Share CFD is 24.90 (bid price) / 25.00 (offer price)		Total Equity	\$9,925.00
You buy 2,000 DBS Share CFDs at the offer price of \$25.00. You will pay \$75 Commission for this trade if you trade at CMC's retail rate of 0.15%. This amount is deducted from your Total Equity leaving \$9,925.	$2000 \times 25.00 \times 0.15\% = 75$		
Your Total Margin Requirement is the number of CFDs multiplied by the CMC Price, multiplied by Margin Percentage	$2000 \times 25.00 \times 10\% = 5000$		
You decide to hold the position overnight. The closing price for a DBS Share CFD for that day was \$25, the same as your purchase price		Total Margin Requirement	\$5,000.00
Total Free Equity is \$4,925 i.e. your Total Equity less your Total Margin Requirement.	$9925 - 5000 = 4925$	Total Free Equity	\$4,925.00
Step 3 - The next day	Calculation	Account Display	
Following an earnings downgrade, the opening price of DBS Share CFD the next day is \$20.00/10		Total Equity	-\$75.00
Your Total Equity would decrease by \$10,000 resulting from the adverse market movements, this is now a debit balance of \$75	$(20.00 - 25.00) \times 2000 = -10,000$	Total Margin Requirement	\$4,000.00
Your Total Margin Requirement would also decrease by \$1,000 based upon the new notional value of your position	$2000 \times 20.00 \times 10\% = 4000$		
As your Free Equity has now fallen into a debit balance, you would now be on a Margin Call for this debit of \$4,075		Total Free Equity	-\$4,075.00
Step 4 - Closing the position	Calculation	Account Display	
As your Total Equity has fallen into a debit, an automatic liquidation order would be generated as your Total Equity is less than the 20% of your Total Margin Requirement		Total Equity	-\$143.22
CMC close your position and sell 2,000 DBS Share CFDs at the bid price of 20.00			
On this occasion, CMC are able to liquidate your position at the opening price of \$20. Liquidating your position at the opening price may not always be possible	$2000 \times 20.00 \times 0.15\% = 60$		
You would pay \$60 Commission for this trade if you trade at CMC's retail rate of 0.15%. This amount is deducted from your Total Equity.			
Your Account would also be debited \$8.22 for overnight financing. Representing the amount of CFDs multiplied by the CMC price, multiplied by the Relevant Interest Rate and divided by 365	$(2000 \times 25.00) \times 6\% / 365 = 8.22$		
Your Total Margin Requirement would now be zero as your position has been closed.		Total Margin Requirement	\$0.00
Total Free Equity is now a debit balance of \$143.22 i.e. your Total Equity Less your Total Margin Requirement		Total Free Equity	\$143.22

In this example you opened a Long position and closed at a lesser price. After Commission and financing charges you would have made \$10,143.22 loss. This means that you would now be liable to pay this debit of \$143.22 on your Account.

Example 23: Going Long, making a loss but limiting it with a Guaranteed Stop-loss order, using a Share CFD

Step 1 - Opening your Account	Calculation	Account Display	
You open an account with CMC and have on deposit \$10,000 in Total Equity.	n/a	Total Equity	\$10,000.00
You have no Margin Requirement at this point as you hold no CFD positions.	n/a	Total Margin Requirement	\$0.00
Total Free Equity is your Total Equity Less your Total Margin Requirement	$10000 - 0 = 10000$	Total Free Equity	\$10,000.00
Step 2 - Opening a position	Calculation	Account Display	
The price of DBS Share CFD is 24.90 (bid price) / 25.00 (offer price)		Total Equity	\$9,925.00
You buy 2,000 DBS Share CFDs at the offer price of \$25.00. You will pay \$75 Commission for this trade if you trade at CMC's retail rate of 0.15%. This amount is deducted from your Total Equity leaving \$9,925.	$2000 \times 25.00 \times 0.15\% = 75$		
Your Total Margin Requirement is the number of CFDs multiplied by the CMC Price, multiplied by Margin Percentage	$2000 \times 25.00 \times 10\% = 5000$	Total Margin Requirement	\$5,000.00
You decide to place a Guaranteed Stop-loss order on your account at the minimum distance away that is allowable (5% on Share CFDs), at a price of 23.75. You are charged a premium of \$142.50 for the placement of this order.	$2000 \times 23.75 \times 0.3\% = 142.50$		
You decide to hold the position overnight. The closing price for a DBS Share CFD for that day was \$25, the same as your purchase price			
Total Free Equity is \$4,782.50 i.e. your Total Equity less your Total Margin Requirement.	$9925 - 5000 - 142.50 = 4782.50$	Total Free Equity	\$4,782.50
Step 3 - Closing the position	Calculation	Account Display	
Following an earnings downgrade, the opening price of DBS Share CFD the next day is 23.00/01		Total Equity	\$7,203.03
As this opening price is below your Guaranteed Stop-loss order price CMC will close your position and sell 2,000 DBS Share CFDs at your Guaranteed Stop-loss price of 23.75			
Your Total Equity would decrease by \$2,500 resulting from the proceeds of your sell transaction.	$(23.75 - 25.00) \times 2000 = - 2500$		
You would pay \$71.25 Commission for this trade if you trade at CMC's retail rate of 0.15%. This amount is deducted from your Total Equity	$2000 \times 23.75 \times 0.15\% = 71.25$		
Your Account would also be debited \$8.22 for overnight financing. Representing the amount of CFDs multiplied by the CMC price, multiplied by the Relevant Interest Rate and divided by 365	$(2000 \times 25.00) \times 6\% / 365 = 8.22$		
Your Total Margin Requirement would now be zero as your position has been closed.		Total Margin Requirement	\$0.00
Total Free Equity is now \$7,203.03 i.e. your Total Equity Less your Total Margin Requirement		Total Free Equity	\$7,203.03

In this example you opened a Long position and closed at a lesser price. After Commission and financing charges you would have made \$2,796.97 loss.