



## Costs and Charges

### Costs and Charges for Retail and Professional Clients for Financial Instruments

There are some charges to be considered, when opening a trading CFD position. The methodology section below shows how our costs and charges are calculated providing multiple examples, for the clients to have the best understanding regarding Costs and Charges imposed.

When the client opens a position on one of the products available in the platform, the following fees will be deducted from the client's equity, i.e., the margin deposited or paid for the financial instrument plus any unrealized profits or unrealized losses due to changes in the value of the underlying:

COSTS AND CHARGES RELATED TO THE FINANCIAL INSTRUMENTS																			
COSTS	DESCRIPTION																		
Deposit Fees	There are no deposit fees charged to the client																		
Withdrawal Fees	There are no withdrawal fees charged to the client, however in case where the client requests a wire transfer withdrawal amount less than 50 (fifty) EURO, the Company will have the right to apply the withdrawal processing fee of 15 (fifteen) EURO which represents the administrative and bank charges fees. The withdrawal processing fee shall be charged prior to the processing of the wire transfer. Therefore, the minimum withdrawal request by wire transfer shall be above 15(fifteen) EURO, otherwise the withdrawal request will be rejected by the Company.																		
Inactivity Fees	<p>Trading Account with no trading activity (open/close a trade position) for a consecutive period of 30 days shall be classified as Inactive Account. In addition, An Inactivity Fee at the rate stated in the table below, it is applicable to the client's currency as per the exchange rate that day, will be imposed for over 61 calendar days effective from the day 1 of the inactivity in case that the first month was inactive. It should be noted that the Inactivity Fee will be deducted for as long as the account is inactive and will stop when the free account balance is zero. In particular, if your account has zero balance for the last 120 calendar days, then will be considered as a terminated account.</p> <p>Inactive Accounts will be charged the "Inactivity Fee" as follows:</p> <table border="1"> <thead> <tr> <th>Month</th> <th>Days</th> <th>Fee</th> <th>Description</th> </tr> </thead> <tbody> <tr> <td>1</td> <td>30</td> <td>0</td> <td>None</td> </tr> <tr> <td>2</td> <td>60</td> <td>€100</td> <td>50 for first and second months of inactivity – effectively from day 1</td> </tr> <tr> <td>3</td> <td>90</td> <td>€50</td> <td>50 per month</td> </tr> </tbody> </table>			Month	Days	Fee	Description	1	30	0	None	2	60	€100	50 for first and second months of inactivity – effectively from day 1	3	90	€50	50 per month
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1	30	0	None																
2	60	€100	50 for first and second months of inactivity – effectively from day 1																
3	90	€50	50 per month																

	4	120	€100	100 per month
	5	150	€100	100 per month
	6	180	€100	100 per month
	7	210	€250	250 per month
	8	240	€250	250 per month
	9	270	€250	250 per month
	10	300	€500	500 per month
	11	330	€500	500 per month
	12	360	€500	500 per month
Spread	<p>Spread is the difference between the Bid Price (Sell) and the Ask Price (Buy). <b>All of our spreads are variable and are charged automatically once the position is open.</b> Under normal trading conditions the minimum spread is applied while the spread might be widened under extreme trading conditions. Our spreads are set at our absolute discretion and any changes are effective immediately.</p>			
Overnight Financing Fee	<p>A daily overnight Financing Fee charge will apply to all open positions that remain open every day at 21:00 UTC time.  <b><u>Wednesday Exception Rule:</u> The charge for positions being held over Wednesday and swapped to Thursday is different than other days and includes the charge over weekend.</b></p> <p>Please note that on the CFDs market, when a position is held open overnight from Wednesday to Thursday, the overnight swap is tripled. This is because for a position opened on Wednesday, the value date is Friday. When a position is kept open overnight from Wednesday to Thursday, the value date will be moved forward 3 days, to Monday,</p>			

## Financial Instruments

CAPIXAL is offering 6 categories of instruments, as shown below:

- CFDs on Forex Pairs
- CFDs on Commodities (Energy, Agriculture, Soft)
- CFDs on Indices
- CFDs on Shares
- CFDs on Virtual Currencies
- CFDs on Precious Metals

## Methodology

Kindly note that this section provides information on the methodology used for the calculation of the costs and charges associated with the financial instruments offered by CAPIXAL, for both Retail and Professional Clients. For brevity purposes, the examples provided herein are relevant to the



costs and charges of Financial Instruments available for Retail Clients.

*It is important to understand that the total costs will increase in proportionate basis given the size and volume of the open positions.*

When you trade with CAPIXAL CFDs on various underlying assets the below charges will be applied in your account:

- Spread Charge
- Financing Fee Charge

### **1. Spread Charge Calculation Formula**

$$\text{Spread Charge} = \text{Volume} \times \text{Contract Size} \times \text{Minimum Spread Charge}$$

### **2. Overnight Financing Fee Formula**

The fee is charged in the instrument's Base currency and calculated as follow:

#### **For FX pairs:**

$$\text{Fee Value} = \text{Volume} \times \text{Overnight fee value} \times \text{Days}$$

#### **For CFD instruments:**

$$\text{Fee Value} = \text{Volume} \times \text{Overnight fee value} \times \text{Days}$$

### **3. Net Profit/Loss Calculation Formulas**

$$\text{Net Profit/Loss Calculation} = \text{Realized Profit/Loss} + (\text{Overnight Financing Fee} + \text{Spread})$$

where:

#### ***For a Buy position***

$$\text{Realized Profit/Loss} = (\text{Closing Price} - \text{Opening Price}) * \text{Volume} * \text{Contract Size}$$



***For a Sell Position***

$$\text{Realized Profit/Loss} = (\text{Opening Price} - \text{Closing Price}) * \text{Volume} * \text{Contract Size}$$

**Examples**

This section provides information on the procedure to be followed for the calculation of the net profit using different examples of the financial instruments offered by the CAPIXAL.

**1. CFDs on Forex**

Assume that you hold a **EUR trading account** with CAPIXAL.

You decide to open a **BUY** position on EURCAD for 0.01 lots at a price of 1.48337, for 1 day.

Financial Instrument CFD on Forex	EURCAD
Direction of Position	Buy
Spread	0.00054
Volume in Lots	0.01
Contract Size	100.000
Number of Days	1
Opening Price	1.48337
Closing Price	1.48487
Currency Conversion Rate	1.48367
Swap price	-48.4

➤ **Spread Charge Calculation**

$$\text{Spread charge calculation} = (0.01) \times (100,000) \times (0.00054) = 0.54 \text{ CAD} = 0.36 \text{ EUR}$$

***IMPORTANT NOTES:***

- *The result shown in the calculation been converted from CAD to EUR which is the denominated currency of the trading account.*



- The spread used for this example is the **minimum** variable spread but this is subject to changes under extreme trading market conditions.
- The spread is deducted once position is opened.

➤ **Financing Fee**

$\text{Fee Value} = [0.01 \times (-48.4)] * 1 = -0.484 \text{ EUR}$
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**IMPORTANT NOTES:**

- Financing Fee charges are calculated in the base currency of each instrument.
- Please refer to our website for the swap charges per instrument.

➤ **Net Profit/Loss Calculation**

Net Profit/Loss Calculation	= Realized Profit/Loss + (Overnight Financing Fee + Spread)
	= (1.48487 - 1.48337) x (0.01) x (100,000) + [-0.484 + (-0.36)]
	= 0.646 EUR

**2. CFDs on Commodities (Energy)**

Assume that you hold a **GBP trading account** with CAPIXAL.

You decide to open a **SELL** position on **BRNT-MAY21** of 0.10 lots at a price of \$66.87 for **2 days**.

Financial Instrument CFD on Forex	BRNT- MAY21
Direction of Position	Sell
Spread	\$0.62
Volume in Lots	0.10
Contract Size	1,000
Number of Days	2



Opening Price	66.87
Closing Price	62.15
Currency Conversion Rate GBP/USD	1.39317
Net Profit/Loss Calculation	Net Profit/Loss Calculation

➤ **Spread Charge Calculation**

$$\text{Spread charge calculation} = (0.10) \times (1,000) \times (0.62) = 62.00 \text{ USD} = 44.50 \text{ GBP}$$

➤ **Financing Fee Calculation**

$$\text{Fee Value} = [(0.1 \times 1000 \times -60.7525) / 1000] * 2 = 12.15 \text{ USD} = 8.72 \text{ GBP}$$

➤ **Net Profit/Loss Calculation**

Net Profit/Loss Calculation	= Realized Profit/Loss + (Overnight Financing Fee + Spread)
	= $(66.87 - 62.15) \times (0.10) \times (1,000) + [-12.15 + (-62.00)]$
	= 397.85 USD
	= 285.57 GBP