

BRIEF NOTES/GUIDELINES ON CONTRACT FOR DIFFERENCE (FOREIGN)**1 LEVERAGE**

- (A) Leverage (Cash Index CFD) Up to 20 times
 (B) Leverage (Equity CFD) Up to 10 times

The margin rate is stipulated in the Margin Watchlist on the trading platform.
 The gross exposure limit is determined by LTS at its sole discretion.

2 MINIMUM INITIAL DEPOSIT

Cash: S\$2,000

3 MARKETS & INDICES

There are more than 15,000 securities available for Equity CFD trading and there are 15 indices available for Cash Index CFD trading.

(A) Cash Index CFD (Index Name)	Index Code	Ccy	Margin Req (%)	(B) Equity CFD (Market)	Ccy
Australia 200	AX200	AUD	5	Australia	AUD
China H-Shares	CN-H	HKD	5	Canada	CAD
Euro Stoxx 50	EX50	EUR	10	China	USD
France CAC 40	FR40	EUR	5	Europe	EUR
Germany DAX 30	GE30	EUR	5	Hong Kong	HKD
Hong Kong Hang Seng	HK50	HKD	5	Indonesia	USD
Japan Nikkei 225	JP225	JPY	5	Japan	JPY
Netherlands 25-Cash	NLD25	EUR	10	London	GBP
UK FTSE 100	UK100	GBP	5	Malaysia	USD
US Dow Jones	US30	USD	5	Thailand	USD
US Nasdaq	USTEC	USD	5	US	USD
US S&P	US500	USD	5		
CBOE Volatility Index	VIX	USD	20		
US Crude Oil	USOIL	USD	20		
Brent Crude Oil	BROIL	USD	20		

4 COMMISSION

(A) Cash Index CFD	Commission	Minimum Commission
All Indices	0.15%	SGD 8 (in traded ccy)

A flat commission of 0.15% is applicable to all indices.

(B) Equity CFD (Market)	Commission	Minimum Commission
Australia	0.20%	AUD 15
Canada	CAD 0.20 per share	CAD 20
China	0.30%	USD 15
Europe	0.45%	EUR 20
Hong Kong	0.33015%	HKD 100
Indonesia	0.35%	USD 15
Japan	0.30%	JPY 2,000
London	0.35%	GBP 15
Malaysia	0.40%	USD 15
Thailand	0.25%	USD 15
US	Price up to \$21	USD 0.03 per share
	Price >\$21	0.20%

Rates are applicable to both long and short contracts.

5 CONTRACT SIZE**(A) Cash Index CFD**

Contract size = Minimum trade size * Index Price
 (minimum trade size of 1 except JP225, VIX, USOIL & BROIL where minimum trade size is 10)

(B) Equity CFD

Contract size = Lot size (of underlying security) * CFD Price

6 FINANCE CHARGE

(A) Cash Index CFD	Long (% p.a)	Short (% p.a)
All Indices	9.00*	2.00

*All indices are subject to finance charge of 9% p.a.
 (except Japan Nikkei 225 at 5% p.a.)

(B) Equity CFD (Market)	Long (% p.a)	Short (% p.a)
Australia	6.50	4.00
Canada	8.50	4.00
China	8.00	4.00
Europe	5.50	4.00
Hong Kong	8.25	4.00
Indonesia	8.00	4.00
Japan	3.50	4.00
London	7.00	4.00
Malaysia	8.00	4.00
Thailand	8.00	4.00
United States	8.25	4.00

Finance charges on all outstanding positions are debited daily.

7 COUNTER LIMIT

Counter limit is set for each CFD counter per account which may be varied from time to time at the discretion of the management.

Counter Limit (S\$)		
Margin Rate	Gross exposure Limit up to S\$1M	Gross exposure limit > S\$1M
10%	500,000	1,000,000
20%	250,000	500,000
30%	166,667	333,333
40%	125,000	250,000
50%	100,000	200,000
60%	83,333	166,667
70%	71,429	142,857
80%	62,500	125,000
90%	55,556	111,111
100%	50,000	100,000

Both long and short positions apply.

8 INTEREST RATE

Interest is chargeable on debit ledger balance at a prevailing rate of 8% p.a. or such rate determined by LTS which may change from time to time. Debit balance must be settled in full within 7 days, latest in the month following the occurrence of the debit balance.

Interest is payable on a credit ledger balance at the prevailing rate based on LTS's rate for trust a/c. There will, however, be a monthly administrative charge, subject to the lower of interest earned or \$1/- for the month

Interest rate is subject to change at any time without prior notice.

9 MAINTENANCE REQUIREMENTS

<u>Margin Percentage</u>	<u>Action</u>
100%	New CFD positions cannot be initiated unless additional cash is deposited.
Below 100% (Margin Call)	Top up with cash within 2 days from date of notice so that the margin percentage is not less than 100%. Failure to top up may result in force closure by Company to bring the margin percentage to not less than 100%.
Below 75% (Force Closure)	Close the outstanding CFD position without further notice.

$$\text{N.B : Margin Percentage} = \frac{\text{Gross Liquidation Value}}{\text{Initial Margin}} \times 100\%$$

Gross Liquidation Value = Free Equity* + Initial Margin
[This is the remaining value if all open positions are closed at the current market price excluding charges.]

Initial Margin refers to the minimum amount required to open CFD positions.

* Free Equity = Cash Deposit – Commission (inclusive of GST) – Finance Charge
+/- Realised Profit/Loss +/- Unrealised Profit/Loss – Initial Margin
[This is the trading limit for opening new CFD positions.]

10 CORPORATE ACTION

Dividends

The CFD account will be credited the net dividend for long positions and debited the gross dividend for short positions. This will also apply if the account is holding positions in an Index on ex-date-1 and any constituent announces a dividend.

Other Corporate Actions

Under Equity CFD, rights issues, bonus issues and capital repayments that are applied to the underlying security will be reflected in the value of the CFD account.

Under Cash Index CFD, corporate actions like bonus issues rights issues and stock splits do not have any impact on the position quantity. Index price adjustments will accommodate for these events.

Notwithstanding the foregoing, LTS reserves the right to close all open positions before the ex-date for any corporate actions relating to the underlying security.

The material herein is subject to change at the discretion of Management.