



SGT Markets
Setting the Standard

SGT Markets Product Schedule and Business conditions.

Important Notice

This product schedule issued by Sterling Gent Trading Ltd. (SGT Markets) should be read in conjunction with our terms of service. Whilst every effort has been made to ensure the accuracy of the guide, this information is subject to change, often without notice and therefore is for guidance only. If you ever have any questions, please contact SGT Markets directly.

Risk Warning

Leveraged contracts for difference (CFD) and foreign exchange (forex) trading carries a high degree of risk, and may not be suitable for all investors. The high degree of leverage can work against you as well as for you. **Before deciding to trade CFDs and/or foreign exchange you should carefully consider your investment objectives, level of experience, and risk appetite.** You should be aware of all the risks associated with CFD and forex trading, and seek advice from an independent financial advisor if you have any doubts.

This product schedule describes the various contract specifications for the Margin FX contracts and CFD's that SGT Marketsoffer.

Fees and Charges

Overnight Swap Fees on FX and Precious Metals

A swap charge is determined based on the interest rates of the countries involved in each currency pair and whether the position is short or long. In any one currency pair, the interest is paid on the currency sold and received on the currency bought.

Swap charges are released weekly by the financial institutions we work with and are calculated based on market conditions. Each currency pair has its own swap charge and is measured on a standard size of 1.0 lot (100,000 base units).

Overnight Financing Costs on Equity Index CFD's

Cost of carry and dividends make up the overnight credits/debits. The value of these two variables is independent of one another. The overall credit/debit that is applied to your account will depend on the size of the open trade.

Cost of Carry

f = Overnight finance charge

s = Trade size

p = Closing price as determined by SGT Markets

r = Relevant LIBOR rate, add SGT Market Margin basis points for long positions, or deduct 300 basis points for short positions (6.00% - 3.00%) = 3%

d = Number of days, i.e., 365 for GBP products and 360 for all others

And is calculated as follows: $f = (s \times p \times r) / d$

Please note that the roll over detailed on SGT Markets is for 1 Equity index CFD and not the minimum trade size.

Dividends

Applicable to most cash indices, dividend payments will be applied as debit/credit along with the rollover to your open positions. Adjustments will apply on the eve of the ex-dividend date of the constituent members of the relevant Index. The adjustment will appear as part of the roll over debit/credit.

When an equity goes ex-dividend, the price of that equity theoretically decreases by the dividend amount. In practice, this does not always happen as there are many market forces affecting an equity price. The amount of points an index cash CFD drops by is dependent on the weighting of the equity within the index. If more than one constituent equity of an index CFD goes ex-dividend on the same day, the amount of points each equity will theoretically cause the index to drop by is added together to calculate the total amount of dividend points or 'drop points'.

Where an index is a Total Return Index, dividend payments will not be credited/debited.

An example of a total return index is the DAX 30 where the cash disbursements are reinvested back into the index

Example:

- Client is long 10 lots of USA100.
- Total finance charge is -0.56 (as displayed in the Market watch window).
- Client is a holder of this LONG position through 17:00 (New York Time, 24:00 SGT Markets MT4 server time), there will be a charge of \$5.60 for that particular trading day.

Cash Index Contract Expiration

All cash index positions will remain open until they are closed by the client or the position is liquidated due to insufficient margin to support the open position.

Overnight Finance charges on Energy CFD's.

Overnight credits/debits are applicable.

Liquidation/Stop out Level

Margin call 70%

Stop out level 50%

Account Equity = Account Balance +/- unrealized profits/Margin Requirement < 50%

(starting from the least profitable position and until the margin level requirement is met) in order to prevent further account losses into the negative territory - below 0 USD.

Commissions

Prime account:

Account Currency 1 Standard lot round turn commission (FX)

USD USD 6

EUR EUR 6

GBP GBP 6

Commissions are charged in the Account currency and are based on the number of standard lots bought and sold (Round turn commission). Where a fraction of a standard lot is traded the charge is made on a pro-rata basis.

Direct Account:

No commissions are charged on transactions in these accounts.

No commissions are charged on CFD's (Equity Indices and Energy) on any of the account types.

Contract Specifications

Server times

Server time is set to GMT+2 when New York is observing Eastern Standard time and is GMT +3 when New York is observing Daylight saving time.

Trading hours Monday 00:00 and closes Friday 24:00 MT4 Server time.

The SGT MT4 only lets you trade in lots, also known as volume. You can place any size trade from your MT4 interface from 0.01 lots (1,000 base units) to 50 lots (5 million base units).

Lot size examples in currency:

1 lot = 100,000 notional trading units (known as a standard lot)

0.1 lots = 10,000 notional trading units (known as a mini lot)

0.01 lots = 1,000 notional trading units (known as a micro lot)

E.g. if you execute 1 lot of EUR/USD, then your exposure is 100,000 EUR/USD.

If you execute 2.5 lots of GBP/USD, your exposure is 250,000 GBP/USD.

Margin Schedule based on Deposit size.

Account Equity (USD) FX and Precious Metals	Max Leverage
Up to 20k	400:1
Up to 50k	200:1
Up to 250k	100:1
Account Equity (USD) Equity CFD's	Max Leverage
Fixed	100:1
Account Equity (USD) Crude oil	Max Leverage
Fixed	100:1

For special term and conditions, please contact support@sgtmarkets.com

Margin levels

SGTs' default margin requirement is 100:1 leverage. We also offer other leverage rates up to a maximum of 400:1, and you can specify your desired leverage when applying for your live account. Please contact us should you require a different margin setting in your Live account. Leverage on CFD products is set at 100:1 for all Account types.

Leverage on Minor and Exotic currency pairs.

The following rules are applied to clients account when taking position that have the following currencies involved:

Minors 1 (2 times increase in margin requirement)

SEK, NOK

For example: USD/NOK, EUR/SEK, NOK/SEK etc.

Minors 2 (3 times increase in Margin requirement)

CNH, TRY, DKK, SGD, HKD

For example: USD/DKK, EUR/HKD etc.

Minors 3 (6 times increase in Margin requirement)

HUF, PLN, CZK, ILS, MXN, THB, ZAR.

For example: USD/HUF, EUR/MXN etc.

Minors 4 (10 times increase in Margin requirement)

RUB

For example: USDRUB, EUR/RUB etc.

Example

Margin used on a position of 1 Standard lot (\$100,000) in USD/SEK when account is on 400:1 Leverage

400:1 = 0.25% Margin rate

\$100,000 @ 0.25% = \$250 as this instrument involves SEK there is a 2 times increase, which means the position

Would utilize 2*\$250 = \$500, which represents 200:1 leverage. In the event that the same client traded a one

Standard lot (\$100,000) in USD/JPY, the margin used on this position would only be \$250. i.e. 400:1

Note: This 2-time increase applies to ALL Accounts. An account on 200:1 would receive 100:1 on the above instrument.

How is margin level calculated?

Margin is calculated two ways: Used Margin and Free Margin. Used margin is the amount of money used to hold open positions. Free margin is the amount of funds available to place additional positions. The Margin level is calculated by dividing the current equity in an account by the current amount of margin in use (used margin). After dividing the equity by the margin move the decimal two places to the right. A trader whose equity is at \$10,000 who is using a \$5,000 of margin would divide 10,000 by 5,000 which of course equals 2. Then move the decimal two places to the right. Thus, the current margin level or percentage is 200%. At a 100% margin level a trader is essentially using his entire available margin.

Trades will automatically be closed to help ensure that a trader is not subject to losing more money than is held in his account at 50% level. (See formula below).

Margin Level Calculation = Equity*/ Used Margin

* (Account balance considering ALL open positions)