

MARGIN OPERATIONS (FOREX & CFD) PRICELIST AND TRADING TERMS AND CONDITIONS

Dear clients!

By following the links below, you may find out more about the platform on our website:

1. <http://blueorangebank.com/en/trading-and-brokerage/forex-and-cfd>

2. <http://blueorangebank.com/en/trading-and-brokerage>

Minimum Security Deposit	5,000 U.S. dollars																																						
Trading Fee	75 U.S. dollars per 1 million U.S. dollars traded (0.0075%, or 0.75 pips). Fees for metals transactions are multiplied by 1.5. Fees for contracts for difference (CFD) are multiplied by 1.5 (112.50 U.S. dollars per 1 million U.S. dollars traded). Collected in proportion to each trading operation performed.																																						
Minimum Trade Amount	1000 U.S. dollars (base currency)/1 ounce of gold/50 ounces of silver. The maximum amount depends on liquidity and compliance with margin requirements.																																						
Loss Limit	The minimum balance on a margin account requiring a full closure of positions and blocking of further operations is 10% of the minimum security deposit (5000*10% = 500 U.S. dollars). The client agrees and understands that the minimum balance specified above is provided for reference only and entitles (but does not oblige) the Bank to close positions and block the client's further liabilities once the specified threshold is reached.																																						
Leverage	1:100 (over-the-weekend 1:50)* The leverage is differentiated depending on the deposit amount. It may be increased if necessary, pending approval on a case-by-case basis.																																						
	<table border="1"> <thead> <tr> <th>Deposit, USD</th> <th>Maximum leverage</th> </tr> </thead> <tbody> <tr> <td>0-500,000</td> <td>1:100</td> </tr> <tr> <td>500,000-2,000,000</td> <td>1:50</td> </tr> <tr> <td>>2,000,000</td> <td>1:30</td> </tr> </tbody> </table>			Deposit, USD	Maximum leverage	0-500,000	1:100	500,000-2,000,000	1:50	>2,000,000	1:30																												
Deposit, USD	Maximum leverage																																						
0-500,000	1:100																																						
500,000-2,000,000	1:50																																						
>2,000,000	1:30																																						
	Please note that the bank has also temporarily lowered available USD/RUB leverage to 1:30. The 300% threshold is adjusted for this pair accordingly. <i>*Maximum available leverage on weekends and other days when markets are closed is usually set at 1:50. The reason for this policy is to mitigate risks in the event of a gap in rates while markets are closed.</i>																																						
Maximum open position	<table border="1"> <thead> <tr> <th>Instrument</th> <th>Maximum position in contracts (CFD) or ounces (metal)</th> <th>Instrument</th> <th>Maximum position in contracts (CFD) or ounces (metal)</th> </tr> </thead> <tbody> <tr> <td>BRENT.CMD</td> <td>650</td> <td>AUS.IDX</td> <td>750</td> </tr> <tr> <td>LIGHT.CMD</td> <td>650</td> <td>JPN.IDX</td> <td>20000</td> </tr> <tr> <td>USA500.IDX</td> <td>1400</td> <td>HKG.IDX</td> <td>1000</td> </tr> <tr> <td>USATECH.IDX</td> <td>650</td> <td>CHE.IDX</td> <td>350</td> </tr> <tr> <td>USA30.IDX</td> <td>160</td> <td>ESP.IDX</td> <td>300</td> </tr> <tr> <td>DEU.IDX</td> <td>250</td> <td>EUS.IDX</td> <td>900</td> </tr> <tr> <td>GBR.IDX</td> <td>350</td> <td>XAU/USD</td> <td>13000</td> </tr> <tr> <td>FRA.IDX</td> <td>600</td> <td>XAG/USD</td> <td>160 000</td> </tr> </tbody> </table>			Instrument	Maximum position in contracts (CFD) or ounces (metal)	Instrument	Maximum position in contracts (CFD) or ounces (metal)	BRENT.CMD	650	AUS.IDX	750	LIGHT.CMD	650	JPN.IDX	20000	USA500.IDX	1400	HKG.IDX	1000	USATECH.IDX	650	CHE.IDX	350	USA30.IDX	160	ESP.IDX	300	DEU.IDX	250	EUS.IDX	900	GBR.IDX	350	XAU/USD	13000	FRA.IDX	600	XAG/USD	160 000
Instrument	Maximum position in contracts (CFD) or ounces (metal)	Instrument	Maximum position in contracts (CFD) or ounces (metal)																																				
BRENT.CMD	650	AUS.IDX	750																																				
LIGHT.CMD	650	JPN.IDX	20000																																				
USA500.IDX	1400	HKG.IDX	1000																																				
USATECH.IDX	650	CHE.IDX	350																																				
USA30.IDX	160	ESP.IDX	300																																				
DEU.IDX	250	EUS.IDX	900																																				
GBR.IDX	350	XAU/USD	13000																																				
FRA.IDX	600	XAG/USD	160 000																																				
	The maximum open position is 25 million in the main currency of the pair.																																						

Standard Algorithm	Trading terms and conditions for closed markets take effect 3-4 hours before actual closure (for weekends, holidays etc.) and remain valid until markets reopen. For a standard closure on Friday night, conditions for closed markets take effect on 06:00pm GMT. As a result of reducing available leverage, leverage use on a trading account with open positions may increase. Regardless of terms and conditions effective on closed markets, the general mechanisms for margin call and margin cut procedure remain unchanged. If the balance on an account is insufficient to maintain open positions with an overall leverage of 1:50, the margin cut procedure will be performed on that account (please refer to the Margin Call and Margin Cut sections below).										
Margin Call (leverage use >100%)	This is a situation where margin requirements do not allow a client to increase open positions on their account. In this case, the client can only close existing positions or hedge them to reduce net exposure. Regardless of whether the margin call threshold has been reached, currently open positions will not be closed automatically. However, all bid/offer orders that might increase the total volume of operations will be cancelled.										
Stop Loss Adjustment	A client may themselves specify the amount of deposit balance at which the system should close all positions. This may not be lower than the minimum specified by the bank (500 U.S. dollars). Please keep in mind that, under some market conditions, once a stop-loss is triggered, the resulting deposit balance may be lower than specified in the preferences. This feature is enabled manually by the client. To activate, it, go to the reports section: https://forex.blueorangebank.com/fo/reports/trader/										
Margin cut (a cut-off when leverage use reaches ≥ 300%)	If leverage use reaches or exceeds 300%, the Bank may (but is not obliged to) fully or partly reduce the volume of operations on the client's account by closing current positions and/or opening reverses positions (if the client has selected the Partial Hedge feature**). With Partial Hedge, the system will reduce leverage to 1:100 automatically. <i>**How the Partial Hedge feature works</i> If leverage use reaches or exceeds 300%, the system will automatically open hedge positions to reverse each of the client's current positions so as to lower the leverage use to 100% at most. This feature is enabled manually by the client. To activate, it, go to the reports section – https://forex.blueorangebank.com/fo/reports/trader/ – and open the SUMMARY menu, followed by MY STATUS, then MARGIN MODE. Select the PARTIAL HEDGE mode. <table border="1" data-bbox="376 1048 1493 1384"> <thead> <tr> <th>Leverage use</th> <th>Description</th> </tr> </thead> <tbody> <tr> <td>0%</td> <td>Total volume of open positions is equal to 0</td> </tr> <tr> <td><100%</td> <td>Normal status</td> </tr> <tr> <td>≥100%</td> <td>Margin call: the trader cannot increase open positions on the account with leverage greater than 100%</td> </tr> <tr> <td>≥300%</td> <td>Margin cut: By default, the system will close all open positions. If the client has activated the Partial Hedge feature, the system will automatically reduce the total volume of open positions to about 100% leverage use by opening reverse, or hedging positions.</td> </tr> </tbody> </table>	Leverage use	Description	0%	Total volume of open positions is equal to 0	<100%	Normal status	≥100%	Margin call: the trader cannot increase open positions on the account with leverage greater than 100%	≥300%	Margin cut: By default, the system will close all open positions. If the client has activated the Partial Hedge feature, the system will automatically reduce the total volume of open positions to about 100% leverage use by opening reverse, or hedging positions.
Leverage use	Description										
0%	Total volume of open positions is equal to 0										
<100%	Normal status										
≥100%	Margin call: the trader cannot increase open positions on the account with leverage greater than 100%										
≥300%	Margin cut: By default, the system will close all open positions. If the client has activated the Partial Hedge feature, the system will automatically reduce the total volume of open positions to about 100% leverage use by opening reverse, or hedging positions.										
Leverage use	To improve understanding of the amount of margin used and the overall volume of operations, our platform provides a special percentage indicator called Use of Leverage that works in real time. The indicator has two uses: 1) reflecting what part of the Trading Line has been used for maintenance of open positions, and 2) triggering margin call and margin cut procedures on the account. The following equation for determining leverage use is provided below. $\text{Use of Leverage} = \frac{\text{Use of the Trading Line}}{\text{Overall Trading Line}} \times 100$ Example: Overall open positions = USD 1,000,000; Profit/loss balance = 0; Available leverage = 1:20; Account balance = USD 100,000; Overall Trading Line = Account balance*; Leverage = USD 100,000 X 20 = USD 2,000,000 Use of Leverage = Use of the Trading Line / Overall Trading Line = 1,000,000 / 2,000,000 = 50% <i>*Please note that Overall Trading Line is equal to the account balance multiplied by leverage.</i>										

Trading time	<p>Major instruments are traded round the clock without breaks, from market open on Sunday at 09:00pm GMT (Summer (Daylight Saving) Time; 10:00pm GMT Winter Time) to market close on Friday at 09:00pm GMT (Summer (Daylight Saving) Time; 10:00pm GMT Winter Time). The following instruments have breaks in trading:</p>																						
	<table border="1"> <thead> <tr> <th rowspan="2">Instrument</th> <th colspan="2">Breaks in Trading</th> </tr> <tr> <th>Summer Time</th> <th>Winter Time</th> </tr> </thead> <tbody> <tr> <td>XAU/USD⁽¹⁾</td> <td>09:00pm - 10:00pm</td> <td>10:00pm – 11:00pm</td> </tr> <tr> <td>XAG/USD⁽¹⁾</td> <td>09:00pm – 10:00pm</td> <td>10:00pm – 11:00pm</td> </tr> <tr> <td>USD/RUB⁽²⁾</td> <td>07:00pm - 06:00am</td> <td>07:00pm - 06:00am</td> </tr> </tbody> </table>	Instrument	Breaks in Trading		Summer Time	Winter Time	XAU/USD ⁽¹⁾	09:00pm - 10:00pm	10:00pm – 11:00pm	XAG/USD ⁽¹⁾	09:00pm – 10:00pm	10:00pm – 11:00pm	USD/RUB ⁽²⁾	07:00pm - 06:00am	07:00pm - 06:00am								
Instrument	Breaks in Trading																						
	Summer Time	Winter Time																					
XAU/USD ⁽¹⁾	09:00pm - 10:00pm	10:00pm – 11:00pm																					
XAG/USD ⁽¹⁾	09:00pm – 10:00pm	10:00pm – 11:00pm																					
USD/RUB ⁽²⁾	07:00pm - 06:00am	07:00pm - 06:00am																					
	<p>(1) This instrument is not tradable from 05:00pm till 09:00pm during summer time (06:00pm till 10:00pm during winter time) on U.S. public holidays. (2) This instrument is not tradable on public holidays in the Russian Federation.</p>																						
Special terms and conditions of trading	<p>With reduced liquidity while markets are closed, trading may be suspended or subjected to special restrictions on the USD/PLN, EUR/PLN, USD/TRY, EUR/TRY currency pairs:</p>																						
	<table border="1"> <thead> <tr> <th rowspan="2">Instrument</th> <th rowspan="2">Maximum spread, pips</th> <th colspan="2">Market is Closed</th> </tr> <tr> <th>Summer (Daylight Saving) Time</th> <th>Winter Time</th> </tr> </thead> <tbody> <tr> <td>USD/PLN</td> <td>250</td> <td>06:00pm - 07:00am</td> <td>07:00pm - 08:00am</td> </tr> <tr> <td>EUR/PLN</td> <td>350</td> <td>06:00pm - 07:00am</td> <td>07:00pm - 08:00am</td> </tr> <tr> <td>USD/TRY</td> <td>130</td> <td>06:00pm - 07:00am</td> <td>07:00pm - 08:00am</td> </tr> <tr> <td>EUR/TRY</td> <td>130</td> <td>06:00pm - 07:00am</td> <td>07:00pm - 08:00am</td> </tr> </tbody> </table>	Instrument	Maximum spread, pips	Market is Closed		Summer (Daylight Saving) Time	Winter Time	USD/PLN	250	06:00pm - 07:00am	07:00pm - 08:00am	EUR/PLN	350	06:00pm - 07:00am	07:00pm - 08:00am	USD/TRY	130	06:00pm - 07:00am	07:00pm - 08:00am	EUR/TRY	130	06:00pm - 07:00am	07:00pm - 08:00am
Instrument	Maximum spread, pips			Market is Closed																			
		Summer (Daylight Saving) Time	Winter Time																				
USD/PLN	250	06:00pm - 07:00am	07:00pm - 08:00am																				
EUR/PLN	350	06:00pm - 07:00am	07:00pm - 08:00am																				
USD/TRY	130	06:00pm - 07:00am	07:00pm - 08:00am																				
EUR/TRY	130	06:00pm - 07:00am	07:00pm - 08:00am																				
	<p>Please note that accounts under management do not have access to the following instruments, which are available to individual traders: XAU/USD; XAG/USD; USD/PLN; EUR/PLN; USD/TRY; EUR/TRY; USD/RUB and EUR/RUB.</p>																						
	<p>Warning: Wider spreads during “market close” hours (and “price slips” upon market open) may significantly lower the balance on your account and lead to a margin cut situation, where positions will be closed automatically.</p>																						
Spreads in traded instruments	<p>Spreads in traded instruments reflect the market, are floating, and dependent on the current state of markets, the degree of volatility and liquidity of a given instrument, and may include the bank’s and liquidity suppliers’ interest.</p>																						
Rollover or Swap	<p>Swapping involves a carryover of any open positions on an account through settlement time if physical delivery of the relevant currencies needs to be avoided. This process is also known as a position roll, carry or overnight swap. At 09:00pm GMT (or 10:00pm GMT for Winter Time), a settlement procedure carries over open positions on the account to the next settlement date. The process simultaneously closes positions at the settlement price and opens equivalent positions on the next settlement date at the settlement price, +/- cost of carry in pips (specified in the Cost of Carry table in the BlueOrange FX Trader section on the bank’s website). These operations are referred to as rollover close and rollover open, accordingly, and may be viewed within the trading platform (Portfolio tab, Current Account Balance item). Clients may also see how the rollover affects them by checking the Positions item.</p> <p>Carryover rates specified on the website are provided for reference only and subject to change from time to time.</p> <p>Rates from liquidity suppliers are used for swapping.</p> <p>As a rule, these are based on the interbank market’s overnight rates but also account for supplier expenses and interest. Please note that settlement dates do not include weekends and holidays.</p> <p>By following the link to http://blueorangebank.com/en/trading-and-brokerage/forex-and-cfds you will be able to see OPERATION REPORTS and COST OF CARRY information at the bottom of the page (updated daily).</p>																						

Traded Pairs	<p>Basic Pairs: EUR/USD, GBP/USD, USD/JPY, USD/CHF, USD/CAD, AUD/USD, NZD/USD, USD/SEK, USD/NOK, USD/SGD, USD/HKD, USD/CNH, USD/PLN, USD/DKK, USD/TRY, USD/RUB, USD/MXN, USD/ZAR</p> <p>Cross Rates: EUR/GBP, EUR/CHF, EUR/CAD, EUR/JPY, EUR/AUD, EUR/NZD, EUR/SEK, EUR/NOK, EUR/SGD, EUR/HKD, EUR/PLN, EUR/DKK, EUR/TRY, EUR/RUB AUD/JPY, AUD/CHF, AUD/CAD, AUD/NZD, AUD/SGD GBP/JPY, GBP/CHF, GBP/AUD, GBP/NZD, GBP/CAD CAD/JPY, CAD/CHF, CAD/HKD NZD/JPY, NZD/CHF, NZD/CAD, CHF/JPY, CHF/SGD SGD/JPY, HKD/JPY</p> <p>Metals: XAU/USD, XAG/USD</p>							
Abbreviations	USD	US Dollar	NZD	New Zealand Dollar	EUR	Euro	MXN	Mexican Peso
	GBP	Sterling Pound	SEK	Swedish Krona	JPY	Japanese Yen	ZAR	South African Rand
	CHF	Swiss Franc	NOK	Norwegian Krone	HUF	Hungarian Forint	PLN	Polish Zloty
	CAD	Canadian Dollar	SGD	Singapore Dollar	TRY	Turkish Lira	DKK	Danish Krone
	AUD	Australian Dollar	HKD	Hong-Kong Dollar	RUB	Russian Rouble	CNH	Chinese Renminbi
E-mail and SMS	<p>We offer our clients the convenience of receiving information about various changes on their trading accounts, market signals, and movements that reach user-specified thresholds. Notifications may be provided via e-mail and text message.</p> <p>E-mail notifications are free of charge and the volume is unlimited.</p> <p>SMS (Short Message Service) notifications are priced in EUR per message sent to the client based on their settings and subscriptions. The amount charged per notification is converted into the currency of the client account and debited daily at settlement time.</p> <p>The bank provides up to 20 SMS notifications free of charge to each client every month. Each text message notification sent by the bank after the first 20 in a given month will be charged at EUR 0.07. The amount payable is reflected as a separate item in the client's Portfolio Statement.</p> <p>This pricing policy applies to each text message sent to the client's mobile connectivity operator.</p> <p>Warning: Please note that SMS text messages are unencrypted, carrying a risk of interception by a third party and/or access to their content. Because BlueOrange Bank is specified as the sender of these messages, unauthorised parties might find out that you hold an account with our bank.</p>							
Disclaimer	<p>Margin trading carries a high degree of risk and might be unacceptable to some investors. We recommend maintaining an adequate amount of leverage. The client should always consider how margin trading multiplies the amount of potential losses as well as the amount of potential profits, and how invested funds might lose value quickly in the event of sharp fluctuations in market price, which represents a potentially perilous environment for market participants who trade at high leverage. The client is fully accountable for maintaining an adequate margin for their current positions.</p>							

The Bank is entitled to unilaterally amend the Pricelist and the Trading Terms and Conditions. The Bank has the obligation notify the client about these Terms and Conditions by publishing information on its website, www.blueorangebank.com 15 (fifteen) calendar days before the changes take effect. If the Bank does not receive objections from the client regarding such amendments to the Pricelist or the Trading Terms and Conditions before the effective date of the amendments, the client is assumed to consent to the amendments. If the Bank receives objections from the client and the parties are unable to achieve consensus, the Bank is entitled to terminate the Agreement unilaterally.