

INVAST FINANCIAL SERVICES

SPOT FOREX AND CFDS
PRODUCT DISCLOSURE
STATEMENT (PDS)
MT4, CTRADER & ST24

INVAST
GLOBAL

18 July 2013

AFSL No. 438283
ABN 48 162 400 035



You can contact Invast Financial Services ("Invast") using the details below:

Level 27, Aurora Place
88 Phillip Street
Sydney NSW 2000
Australia

Phone: +61 2 9083 1333
Fax: +61 2 9475 0312
Email: support@invast.com.au

Table of Contents

PDS Summary	6
Benchmark Summary	8
1. What is a Product Disclosure Statement?	10
2. Introduction to Invest	12
3. Dispute resolution	16
4. No cooling off period	18
5. Privacy	20
6. Anti-Money Laundering and Counter-Terrorism Financing (AML/CTF) Regulation	22
7. Costs and amounts payable for Trading with Invest	24
Part 1: Costs and amounts payable for all products offered under this PDS (Spot Forex Contracts and CFDs)	
Part 2: Additional costs and amounts payable for Spot Forex Contracts only	
Part 3: Additional costs and amounts payable for CFDs only	
8. Commissions	30
Part 1: Commissions for Spot Forex Contracts	
Part 2: Commissions for CFDs	
9. Trading electronically or by telephone	32
10. Trading hours	36
11. Counterparty Risk	38
12. Holding your money	40
13. Insolvency	42
14. Payment to Invest	44
15. Significant tax considerations	46
16. How to start trading	50
17. Key Benefits and Risk Factors	58
Part 1: Risks applying to all products offered under this PDS (Spot Forex Contracts and CFDs)	
Part 2: Risks specifically applying to Spot Forex Contracts	
Part 3: Risks specifically applying to CFDs	
18. Spot Forex Contracts Investing: The Basics	68
19. Net Based and Position Based Forex Trading	72
20. Worked Examples – Spot Forex Contracts	76
Example 1: Spot Contract	
Example 2: Leveraged Spot Contract	
Example 3: Forward Contract	
21. Contracts for Difference (CFD): The Basics	78
22. Worked examples for CFDs	82
Example 1: Equity CFD	
Example 2: Stock Index CFD	
Example 3: Commodities CFD	
Example 4: Foreign exchange CFD	
23. Glossary of Terms	88
Annexure 'A' – Market Information Sheets	94

GENERAL INFORMATION

Financial Services are provided by and this PDS has been prepared and issued by Invast Financial Services Pty Ltd (ABN 48 162 400 035) AFSL 438283 ("Invast"). Please note that the information contained in this Product Disclosure Statement ("PDS") does not constitute a recommendation, advice or opinion and does not take into account your individual objectives, financial situation, needs or circumstances. Our products are leveraged and speculative and may not be suitable for you. Their prices and the Underlying Instruments, securities or currencies may fluctuate rapidly and widely because of events or conditions which may not be foreseeable and cannot be controlled. This is an important document and should be read in its entirety. We will provide a paper copy of this PDS free of charge upon request and it has been placed on our website: www.invast.com.au.

We recommend that you also obtain independent taxation and accounting advice in relation to the impact of foreign exchange gains and losses on your particular financial situation. The taxation consequences of foreign exchange and CFD transactions can be complex and will differ for each individual's financial circumstances, and your tax adviser should be consulted prior to entering into a transaction with us.

Invast does not guarantee the investment performance of foreign exchange and CFD products nor the investment performance of the underlying markets or instruments. Past performance is no indication or guarantee of future performance.

The information in this PDS is current and dated 18 July 2013, and may be updated from time to time where that information is not materially adverse to clients. Updated information shall be provided on our website www.lnvast.com. Invast may issue a supplementary or replacement PDS as a result of certain changes, which shall be available on our website or shall be distributed in electronic form as required. ASIC takes no responsibility for the content of this PDS.

This PDS does not constitute an offer or invitation in any place outside Australia where or to any person to whom it would be unlawful to make such an offer or invitation. The distribution of this PDS (electronically or otherwise) in any jurisdiction outside Australia may be restricted by law and persons who come into possession of this PDS should seek advice on and observe any such restrictions. Any failure to comply with such restrictions may constitute a violation of applicable law.

PDS SUMMARY This summary outlines some key questions that are answered in this PDS. However, you should ensure that you read and understand this PDS entirely before investing in the Spot Forex contracts and/or contracts for difference (CFDs) that we offer.

Summary table		
Issue	Summary	For more information, see:
Who is the issuer of this PDS?	The issuer of this PDS is Invast Financial Services Pty Ltd, the subsidiary of Invast Securities Co. Limited – a Japanese public listed company. It holds an Australian financial services licence (AFSL) authorizing it to conduct financial services business in Australia to deal in, make a market in, and provide general financial product advice in respect of Over-the-Counter Derivatives in the form of Spot Forex Contracts and CFDs.	Section 2 of the PDS
What is a Spot Forex Contract?	A Spot Forex Contract is essentially a contract under which the parties agree to exchange, on the expiration of the contract, the cash difference between the Opening Price and the Closing Price of an Underlying Currency. The Spot Forex Contracts we offer are Over-the-Counter financial products that give the holder Exposure to an Underlying Currency. Like other Derivatives, Spot Forex Contracts allow investors to participate in the returns from movements in an Underlying Currency, without the need to own it. The Spot Forex Contracts Invast currently provides are Net Based Forex and Position Based Forex.	Section 18 of the PDS
What is a CFD?	A contract for difference (CFD) is a contract with Invast to exchange, on the maturity or termination of the contract, the difference between the opening and closing values of an Underlying Asset, multiplied by the number of CFDs in the contract. CFDs can be contracts with an individual equity, Stock Index, bond, interest rate, commodity or foreign currency pair as the Underlying Asset.	Section 21 of the PDS
What are the costs involved with Spot Forex Contracts and CFDs?	The costs involved in trading with Invast will vary depending upon the type of account opened and product traded in. Costs may include: <ul style="list-style-type: none"> • Minimum opening deposit requirements, fees and other costs or charges for trading as described in Sections 7 and 8; • Margin; and • Dealer Spread 	Section 7 of the PDS or at www.invast.com.au/legals/fee-schedule for costs and amounts payable, and Section 16 of the PDS on how to start trading with Invast

Summary table

Issue	Summary	For more information, see:
How are Spot Forex Contracts and CFDs priced?	Invast operates a 'market maker model' which means Invast determines the buy and sell prices of the Spot Forex Contracts and CFDs that it offers. There are a number of factors that will affect the prices Invast determines. For example, prices of Spot Forex Contracts, FX and CFDs can substantially increase or decrease without notice (volatility risk) as a result of factors such as changes in interest rates, supply and demand relationships and foreign Exchange Rates. Another example of a factor which Invast considers in determining the prices for Spot Forex Contracts and CFDs is the risk of illiquidity.	Section 17 of the PDS
What are the risks involved in trading Spot Forex Contracts and CFDs?	As with all leveraged investments, trading in Spot Forex Contracts and CFDs can be risky and is not suitable for everyone. There are a number of types of risk that you should be aware of before beginning to trade, including the possibility of losing more money than you invest. Some of these types of risk include: <ul style="list-style-type: none"> • Leverage risk; • Market risk; • Counterparty risk; • Margin Risk; • Gapping risk – resulting from time delays between placement of and execution of trader orders and extreme market volatility; • FX risk; • External market price risk; • Technological risk • Interest rate risk 	Section 17 of the PDS
What are the benefits involved in trading Spot Forex Contracts and CFDs with Invast?	Some of the benefits involved in trading in Spot Forex Contracts and CFDs include: <ul style="list-style-type: none"> • the capacity to take Long or Short Positions in most markets • the ability to Leverage • the ability to hedge market Exposure • the ability to trade in smaller increments and in markets otherwise not available to the traditional investor 	Sections 16(b), 18 (Spot Forex Contracts), 21 (CFDs).
What are Long and Short positions?	An investor will take a "Long Position" where they buy something, normally with the expectation that it will increase in value, and will take a "Short Position" where they sell something, normally with the expectation that it will decrease in value.	Glossary, Section 24
What is Margin?	Margin, also referred to as Initial Margin, is the amount of money that must be maintained in your Account Balance to ensure that you have enough money to cover against losses on all of your open position at any time. You must maintain at least 51% of your total margin on your account at all times when holding Open Position.	Section 16 (e) of the PDS
What is Variation Margin Call & Liquidation?	<p>Clients will receive a variation margin call via email when the Total Equity amount held in the client's account drops below 75% of the Total Margin Required.</p> <p>If the Total Equity Amount held in the client's account reaches 50% or lower of the Total Margin Required, Invast will cancel all unexecuted orders and close out the entire client's position unconditionally.</p>	Section 16 (d) and Section 20 of the PDS
How do I open an account with Invast?	Prior to opening an account with Invast, you should ensure that you have read this PDS, our Financial Services Guide (FSG), the Invast CFD and Spot Forex Terms and the Market Information Sheets ("the Terms"), and understand the products offered through this PDS. You may also be required to undergo a client suitability assessment. After doing so, if you are satisfied that trading in these products is appropriate for you, you may open an account by completing the Application Form available via our website www.invast.com.au .	Section 16 of the PDS
How do I trade with Invast?	You may trade with Invast through Invast's electronic trading systems known as MT4, cTrader and ST24 or by phone	Section 9 of the PDS
What are the tax consequences of trading in our products?	The tax consequences of trading in our products will vary depending upon a person's individual circumstances and whether they are traded on a revenue or capital account	Section 15 of the PDS
How can I contact Invast?	<p>Accessing our website: www.invast.com.au</p> <p>By email: support@invast.com.au</p> <p>By telephone (Customer Service Department): +61 2 9083 1333</p> <p>By facsimile: +61 2 9475 0312</p> <p>By mail: Level 27, Aurora Place, 88 Phillip Street, Sydney NSW 2000, Australia</p>	Front cover of the PDS

BENCHMARK SUMMARY

The Australian Securities & Investments Commission (“ASIC”) released Regulatory Guide 227 – Over-the-Counter contracts for difference: Improving disclosure for retail investors (“RG 227”) in August 2011. In RG 227 ASIC has identified seven disclosure benchmarks for Over-the-Counter contracts for difference and equivalent products (“OTC CFDs”) to help retail investors understand the risks associated with these products, assess their potential benefits and decide whether investment in the products is suitable for them. This table outlines Invast’s compliance with these benchmarks and provides cross-references to other sections of the PDS where more information can be found.

Benchmark summary table

Benchmark	Does Invast meet the benchmark?	Where can you find more information in the PDS?
Benchmark 1: Client qualification – requires an issuer to maintain and apply a written client qualification policy that sets out minimum qualifications criteria investors need to demonstrate and outlines the process in place to ensure that investors who do not meet the minimum qualification criteria are not able to open an account/trade.	Yes	Section 16
Benchmark 2: Opening collateral – requires an issuer to only accept cash/cash equivalents from investors as opening collateral.	No: Invast will allow customers to open accounts using certain non-cash assets, including credit cards. This is because credit card payments are a convenient and sought-after method of payment for Invast’s customers. Please visit the Deposit Funds page on the Invast website for details of the credit card deposit limits set by Invast. Clients should be aware that using a credit card to fund your account may pose the risk of double leverage from the combined effect of using a credit card facility to fund a leveraged trading account.	Section 14

Benchmark summary table

Benchmark	Does Invast meet the benchmark?	Where can you find more information in the PDS?
Benchmark 3: Counterparty risk— Hedging – requires an issuer to maintain and apply a policy to manage its exposure to market risk from client positions, which includes the factors it takes into account when determining if hedging counterparties are of sufficient financial standing and sets out the names of hedging counterparties as they stand from time to time.	Yes	Sections 11 and 13
Benchmark 4: Counterparty risk—Capital – requires an issuer to maintain and apply a written policy addressing how the issuer monitors its compliance with AFSL financial requirements and how the issuer conducts stress testing to ensure it holds sufficient liquid funds to withstand significant adverse market movements. This is to minimize the risk that an issuer holds insufficient capital to address its exposure to risk and ensure that the issuer has sufficient resources to meet its liabilities without needing to have recourse to client monies.	Yes	Sections 11, 13 and 17(m)
Benchmark 5: Client money – maintain and apply a policy on its use of client money, including whether it relies on funds deposited by one investor to meet the margin or settlement requirements of another.	Yes	Sections 12 and 13
Benchmark 6: Halted or suspended underlying assets – when trading on the underlying asset is halted or otherwise suspended, requires that the issuer should not allow new CFD positions to be opened.	No. As a market maker, Invast may permit new Positions to be opened when an Underlying Asset is suspended or halted, as this may, depending on the particular circumstances, be in the interests of Invast and its clients.	Section 17(1)(j).
Benchmark 7: Variation Margin Calls – requires issuer to have written policy about its variation margining practices, including details on how the issuer will monitor client accounts, what rights the issuer may exercise in relation to client accounts, when the issuer will exercise these rights and what factors it will take into account in deciding whether to exercise these rights. This benchmark also requires issuers to take reasonable steps to notify investors before closing out positions.	Yes	Section 16(d) and 17(1)(h)



1. WHAT IS A PRODUCT DISCLOSURE STATEMENT?

We are required to provide you with a PDS under the Corporations Act 2001.

This PDS includes important information about particular financial products we may provide to you. For the purposes of this PDS, those financial products are Spot Forex Contracts and CFDs. The Spot Forex Contracts Invast currently provides are Net Based Forex & Position Based Forex. This PDS includes information regarding the significant benefits; significant risks; costs; and significant characteristics, features, rights, terms, conditions and trading obligation, of Spot Forex Contracts and CFDs.



2. INTRODUCTION TO INVAST

Invast Financial Services Pty Ltd is registered Australian company. Invast holds an AFSL and is authorized to conduct a financial services business in Australia to deal, make a market, and provide general financial product advice in respect of foreign exchange contracts and Derivatives, such as Spot Forex Contracts and CFDs.

Invast acts as a principal in the trades you enter into (that is, the counterparty to your transactions) and either buys or sells the Spot Forex Contracts and CFDs sought by its customers.

The Spot Forex Contracts and CFDs in which Invast deals, makes a market and advises on in this PDS are Foreign Exchange Contracts and Derivatives for the purpose of the Corporations Act 2001.

Invast Financial Services (“Invast”) is a wholly owned subsidiary of Invast Securities Co., Ltd, which is based in Japan and began operations on 10th August, 1960 in Osaka. Invast Securities Co. listed on 6th March 2006 on the JASDAQ (code: 8709). It relocated from Osaka City to Minato Ward, Tokyo in April 2007. Invast Securities offers securities services, including exchange forex margin trading, OTC foreign exchange margin trading, and net settlement transaction services. Invast Securities is a member of Japan Securities Dealers Association, Tokyo Financial Exchange, Financial Futures Association of Japan, and Japan Investor Protection Fund.

Under its AFSL, Invast is authorised to give customers general financial product advice. Invast is not authorized to (and will not) give personal financial product advice. Personal financial product advice is advice that takes into account your personal financial objectives, situation and needs. No part of this PDS constitutes a recommendation or opinion that takes into account your financial objectives, situation or needs in providing information in relation to the products detailed in this PDS.

No persons have been authorised by Invast (other than its employees and/or authorised representatives) to give any information or to make any representations not contained in this document and, if given or made, such information or representations may not be relied upon in making a decision to use Invast's facilities or to trade in its financial products.

Neither the contents of this document nor any prior or subsequent communications from Invast or any of its officers, agents, representatives and/or directors, should be construed as constituting personal financial, legal, tax or any other advice.

Prospective investors are urged to consult with their own advisers as to financial, legal, tax and/or other related consequences of investing in the products offered under this PDS.

Appropriateness of Invast's products

The investments detailed in this PDS involve a high degree of risk and the risk of loss in trading such products can be substantial. You should carefully review this document and make any necessary inquiries prior to investing. If you do not fully understand the products being offered under this PDS you should not trade in these products.

In considering whether to invest, you should also take into account that a high degree of Leverage is often associated with trading the products offered under this PDS. This means that you are able to outlay a relatively small amount of Capital to secure an Exposure to the Underlying Asset. While the use of Leverage can be advantageous, it may also expose you to substantial financial losses. Accordingly, you should carefully consider your financial objectives, situation and needs and whether such investments are suitable for you in light of your financial ability or objectives to take such risk.

Invast does not guarantee that you will receive any return on your investments or that you will not lose some, all or additional sums of your capital. Invast considers that all funds used for, and added to, your Account for Spot Forex Contracts or CFD trading, should derive from capital that has been set aside strictly for speculative investment purposes. All such funds used for speculative investing should be considered as disposable income by you and any loss of this money should not affect your lifestyle.

Monetary amounts

All monetary amounts expressed in this PDS are, unless specifically expressed to the contrary, in AUD.

For the purposes of calculating your Account Balance, and all other relevant matters, we will convert any relevant currencies into your Base Currency. Any calculation affecting your Account will be made in your Base Currency.

All amounts payable to us must be made in your Base Currency or may be subject to a conversion charge as outlined in the www.invast.com.au/legals/fee-schedule.

Retention of this document

You should keep the most recent PDS, Invast's Financial Services Guide and any documents or information that Invast provides to you. You should reconsider the information contained in all these documents in deciding whether to acquire or to continue to hold the relevant financial product or as your financial circumstances change over time. The effective version of this PDS will be posted on Invast's web site, and any changes in this PDS shall be effective immediately upon posting of such changes on Invast's website or the issue of a supplementary or new PDS (where relevant).

Fee Schedule

A Fee Schedule is available at www.invast.com.au/legals/fee-schedule. The information regarding the Market Information Sheets attached as Annexe A to this PDS provides a summary of the financial markets which form the basis for the Underlying Asset or Instrument upon which the financial products offered in this PDS are based.

The Fee Schedule and Market Information Sheets attached to this PDS are accurate as of the date of this PDS. The information in the Fee Schedule and the Market Information Sheets is subject to change from time to time, subject to providing existing clients with 30 days' prior notice of any change that is an increase in fees. All changes that are materially adverse to investors, that is, changes of a material and extraordinary nature, which may be reasonably likely to have a material influence on a decision of a reasonable client to trade, will be disclosed by way of supplementary PDS (SPDS) or new PDS. Otherwise, any changes in fees and costs that are not materially adverse to investors, for example changes made as a result of the day-to-day Volatility of the regular market functioning will not require the issue of a SPDS or new PDS and will be notified to investors on our website on the date the change becomes effective. Updated Fee Schedule and Market Information Sheets are available on Invast's website at:

www.invast.com.au/legals/fee-schedule

and

www.invast.com.au/legals/market-information-sheets

A paper copy of any updated Fee Schedule or Market Information Sheets will be provided to you without charge upon your request.

Governing law

By entering into the Terms, you agree that all contracts and transactions and any dispute directly or indirectly related to that agreement, the trading (including Orders) of financial products offered by Invast will be governed and construed in accordance with the laws of Australia. Invast's dispute resolution procedure is set out in section 3 of this PDS.

The Offer made in this PDS is only available to persons receiving it (electronically or otherwise) in Australia.

Should you receive any part of this PDS outside Australia it does not constitute an Offer or Invitation in relation to trading contracts in any place which, or to any person to whom, it would not be lawful to make such an Offer. Distribution of any part of this PDS in jurisdictions outside Australia may be restricted by law. Persons outside Australia in possession of any part of this PDS should seek further advice as it may be unlawful for such persons to participate in the Offer which is the subject of this PDS. Invast reserves the right to reject investors whom it considers cannot participate in the Offer the subject of this PDS or that it may be unlawful for it to accept this investor.

Are labour standards or environmental, social or ethical considerations taken into account?

Invast does not specifically take labour standards or environmental, social or ethical considerations into account in the selection, retention or realisation of Spot Forex Contracts and CFDs.

Phone Calls

All calls may be recorded for training, regulatory and customer service reasons. By entering into the Terms, you consent to Invast recording the telephone conversations with you.



3. DISPUTE RESOLUTION

If you wish to make a complaint about Invast's services, please contact our Customer Service Department on +61-(0)2-9006 1256 or email Support@invast.com.au

Invast will deal with your complaint as in the manner set out below:

- You can make a complaint in writing or by speaking to one of Invast's representatives.
- When we receive a complaint from you, Invast has policies and procedures in place to ensure that your complaint will be immediately notified to our Compliance Officer. Our representative will try to resolve your complaint at this stage.
- In all circumstances, Invast will attempt to resolve your complaint within 45 days from the date you make the complaint. If your complaint cannot be resolved within this timeframe Invast will provide you with a written explanation and an estimated timeframe of when Invast anticipates being able to resolve your complaint.
- If the representative to whom you make the complaint is unable to resolve the complaint to the satisfaction of both parties, an officer of Invast's Compliance Department will attempt to resolve the complaint with you.

- If you are not satisfied with the outcome of our complaint resolution procedures, you have the right to contact Invast's external dispute resolution scheme: The Financial Ombudsman Service (FOS)
GPO Box 3 Melbourne VIC 3001
(Ph 1300 78 08 08)
FOS is a free service. FOS will facilitate discussions and negotiations between the parties. In the event that you contact FOS, please quote Invast's FOS membership number: 32977

At this stage the issues that are in dispute will be identified. If the dispute cannot be resolved through discussion, FOS will facilitate conciliation between the parties. The conciliator will attempt to assist the parties to settle the dispute and agree on the terms of such settlement. If conciliation does not facilitate settlement of the dispute, FOS will appoint an independent adjudicator to make a decision taking into account relevant law, fairness and reasonableness. As a member of FOS, any decision by the adjudicator is binding on Invast.

You can also call ASIC on 1300 300 630 to find out about your rights to complain or to make a complaint.



4. NO COOLING OFF PERIOD There is no cooling off period once we have accepted any trade from you. This means that when we arrange for the execution of a contract, you do not have the right to return the product, nor request a refund of the money paid to acquire the product. You are bound by the terms of a contract, when you enter into it, despite the fact that settlement may occur at a later date.



- 5. PRIVACY** When you complete the application form, Invest will be collecting personal information from you. This information will be used to establish and support the ongoing administration of your Account, to advise you of new developments relevant to your Account and to comply with both Australian and foreign laws and regulations which apply to Invest. In particular, Invest is required by the Anti-Money Laundering and Counter-Terrorism Financing Act 2006 to collect certain personal information about you. Invest will not be able to process your application or administer your Account if you do not provide us with your personal information. Invest may disclose your personal information as follows:
- a. if you are a joint applicant, to the other applicant;
 - b. to our associated companies;
 - c. to any regulator of our business;
 - d. to introducing brokers or other business partners;
 - e. to our service providers and/or the service providers of our associated companies who provide us/our associated companies with administrative, financial, legal, insurance or other services (including any data processors that we/our associated companies engage) on the understanding that they will keep your information confidential;
 - f. to anyone to whom we transfer all or any of our rights and/or obligations in relation to you;
 - g. to comply with legal obligations;
 - h. to protect our rights, property, safety, customers or others. This includes exchanging your information with other companies and organisations for the purposes of fraud protection and credit risk reduction.

By providing your personal information to Invast you consent to Invast using that information in any of the ways discussed in this PDS.

In many circumstances you can request access to the personal information held by Invast about you. Sometimes, it is not possible for Invast to give you access, in which case Invast will explain why. You may also ask Invast to correct information which Invast holds about you which is inaccurate, incomplete or out of date. Our full privacy policy is available on our website at www.invast.com.au/legals/privacy-policy



6. ANTI-MONEY LAUNDERING AND COUNTER-TERRORISM FINANCING (AML/CTF) REGULATION

Following the implementation of the AML/CTF Act in Australia, Invast is obligated to conduct adequate customer identification prior to opening a trading account with you. This procedure will involve collecting from you certain customer information such as your name, address and date of birth and verifying this information through identification documentation such as your driver's licence. Throughout the course of your relationship with us, there may be times where we may collect additional information from you under Invast's AML/CTF obligations.

In circumstances where it is reasonable for Invast to suspect that there may be a breach of applicable laws or regulations, Invast may decide to refuse any transactions on your account or to freeze your funds. If this occurs, Invast will not be held liable for any losses you may incur as a result of such actions.



7. FEES AND COSTS PAYABLE FOR TRADING WITH INVAST

Part 1: Costs and amounts payable for all products offered under this PDS (Spot Forex Contracts and CFDs)

a) Minimum Opening Deposit Requirement

All deposits are accounted for in the Base Currency chosen for that Account. When depositing funds into your Invast account, please remit the same Currency as the Base Currency of your Invast account. Your bank will often convert your funds for a nominal charge.

If you deposit funds in a Currency other than the Base Currency of your Invast account, Invast will convert your funds to your Base Currency. The conversion rate can be the Invast Ask (Buy) rate plus a conversion Premium (Premium rate can be found in Fee Schedule). This Premium covers the cost of purchasing small and uneven amounts of physical Currency from other parties. Incurring this Premium will reduce the net amount of funds deposited.

You are able to open an Account with zero funds at Invast, however you can only start trading after you deposit adequate funds (to meet minimum Initial Margin Requirement) to start trading. Some types of Accounts may only be opened using a specific Base Currency.

b) Fees

The fees and costs which Invast may apply to an Account are disclosed in this section and are accurate as of the date of this PDS. These fees and costs can be changed by Invast under the Terms subject to providing existing clients with 30 days' prior notice of any increase in fees and costs. Accordingly, the Fee Schedule may be updated from time to time by Invast publishing an updated version of the Fee Schedule located on the Invast website www.invast.com.au/legals/fee-schedule. When fees are increased, a notice regarding the increase will be posted on www.invast.com.au 30 days prior to the increase taking effect.

Invast do not charge fees for opening or closing Accounts; account keeping fees or withdrawing funds – unless a wire transfer or overnight cheque is requested.

The following fees apply to all products offered under this PDS, which are also set out in the Fee Schedule:

- A charge will be debited from your Account when your cheque is not honored due to insufficient funds or a stop payment order has been issued.
- All banking fees, including but not limited to wire transfers, stop payments, and returned cheques are your responsibility and will be charged to your Account.
- Invast may, on occasion, initiate new fees, as they become necessary to the proper functioning of Invast. Notice of such fees will be posted on Invast's website, accessible by you at any time.
- You are responsible for the payment of all fees to Invast arising out of your relationship with Invast.

Your Account will be automatically debited with the amount of such fees that are not settled or paid as required.

You agree, by entering into the Terms, to pay all reasonable fees incurred by Invast, to maintain your Account. This is true of all fees, including but not limited to, the fees set out in the Fee Schedule.

Exchange Fees: Subject to you complying with the following in relation to Invast Prices:

- The Invast Price is made available to you by Invast for your exclusive non-commercial use within the Invast MT4, Invast cTrader and ST24 platforms. You are only permitted to use the Invast Prices to deal with us and/or our associated companies.
- With respect to any market data or other information that we or any third party service provider provide to you: (1) we and any such provider are not responsible or liable if any such data or information is inaccurate or incomplete in any respect; (2) we and any such provider are not responsible or liable for any actions that you take or do not take based on such data or information; (3) you will use such data or information solely for the purposes set out in this Agreement.

- You are not permitted to: (unless you have formally signed up to the specific Market Data Subscriber Agreement with the relevant and requisite exchange): extract the InVest Price from InVest MT4, InVest cTrader and/or ST24; retransmit, redistribute, publish, disclose or display in whole or in part such data or information to third parties except as required by Applicable Exchange Regulations; use the InVest Price for any purpose other than allowed under this agreement. InVest may charge non-professional customers Exchange Fees that may be applicable to their trading with InVest, please refer to the fee schedule which can be found at; www.invest.com.au/legals/fee-schedule

A customer who meets the following criteria will generally be accepted as a non-professional by InVest:

1. The customer subscribes to the service and is not acting in a professional capacity, but solely for their own account as a private investor;
2. The customer uses any data provided by InVest solely in relation to the management of their personal funds and not as a trader to the public or for the investment of corporate funds;
3. The customer does not redistribute, republish or otherwise provide any data provided by InVest to any third party in any manner or use or process data for any commercial purpose.

c) Additional Costs applying to all products offered under this PDS (Forex and CFDs)

InVest is compensated by revenues from its activities as a Dealer. This includes proceeds from buying, selling, converting, as well as holding currencies and interest on deposited funds and rollover fees. You will be responsible for bearing any expenses, losses, commissions and fees that result from InVest maintaining your Account.

Under the InVest CFD and Spot Forex Terms ("the Terms") you must pay to us any and all costs and expenses (such as bank charges, court fees, legal expenses) we pay or incur because you fail to pay amounts due on time or which we incur in enforcing our rights against you.

Dealer Spread

- The dealer Spread is essentially the difference between the buy and sell price quoted by InVest as dealer. As the dealer, InVest may profit from part, all, or more than the dealer Spread, which can be calculated at any given time by you by comparing the Bid and Offer prices quoted by InVest.
- For example, InVest currently quotes an Exchange Rate of EUR/USD 1.28895/1.28900 to all of its clients. Client A wishes to buy 100,000 EUR/USD at the price of 1.28900. Client B wishes to sell 100,000 EUR/USD at the price of 1.28895. When both clients buy and sell, InVest as the market maker, sells to one client at 1.28900 and buys from another client at 1.28895 making 0.5 Ticks on the Spread.
- In the case of a indices CFD transaction, it may be that InVest currently quotes a price of 5180/5182 for the AUS200 market to all of its clients. Client A wishes to buy 10 AUS200 CFDs at the price of 5182. Client B wishes to sell 10 AUS200 CFDs at the price of 5180. When both clients buy and sell, InVest as the market maker, sells to one client at 5182 and buys from another client at 5180 making 2 Ticks on the Spread.

When trading with InVest, where no commission is applicable, InVest may receive benefit from the dealer Spread. A dealer Spread represents a benefit to InVest and may negatively impact the profitability of your Account.

Buying, selling, converting

- InVest may obtain benefit from Offsetting your position in a CFD or Spot Forex Contract if the market moves favorable in respect of the relevant CFD or Spot Forex Contract or by using Arbitrage to buy or sell the relevant Currency Pair with a narrower Spread. For example, InVest sells EUR/USD to a client at 1.28900. However, InVest entered the open spot EUR/USD market and bought EUR/USD at 1.2888. In this example, InVest would obtain a benefit of 2 Ticks on the sale of EUR/USD to the client. Note that this is not a fee or a charge paid by client; it is simply InVest Offsetting the trade at a better rate than the price received by the customer.

Negative account balances

- Numerous transactions may be required to stabilise your Account and such transactions may result in fees that overtake the value/assets of your Account. Should such an event occur, you are responsible for paying such fees within a designated period of time. Failure to satisfy this requirement may result in your positions being liquidated at a loss to cover such fees. Further, where funds maintained in your Account are insufficient to meet losses, fees and other charges, you will be required to bring your Account to a zero balance, at least, within forty eight (48) hours after the occurrence and you agree to be liable to Invast for interest on amounts due from you to Invast at an interest rate equal to four (4) percentage points above LIBOR or the maximum allowed by law if lower. If you fail to bring your Account to a zero balance, at least, within forty eight (48) hours after the occurrence, you will be subject to legal proceedings and the court and legal fees spent to recover these amounts due.

Account subject to lien

- The funds and Spot Forex Contracts and/or CFDs in your Account will act as collateral to give Invast security for any amounts due by you to Invast. This means that Invast has the right to use the assets in your Account to satisfy any outstanding liability you have to Invast.

Fee disputes

- All disputes over fees must be brought to our attention as soon as you become aware of them and in any case within four (4) Business Days of the fee's origination.

Payments of Referring Parties, Introducing Brokers, and representatives

- A Referring Party, who refers a Forex or CFD customer to Invast, may be compensated by Invast for their services. Payment of such remuneration and dealing fees is subject to the limitation and restrictions set out in the Corporations Act and ASIC guidelines. The customer has a right to be informed of the precise nature of such remuneration should it be requested. The remuneration and dealing fee is usually individually negotiated between Invast and each Referring Party, which may be calculated on the number of round turns transacted. For example, if a fee of USD5.00 per round turn is agreed to with the Referring Party and the number of round turns is 10, the payment to the Referring Party would be USD50.

You may request particulars of the remuneration and other benefits received, or to be received by a Referring Party for referring you or as a Invast representative within a reasonable time after you have received this PDS.

By entering into the Terms and transacting with Invast, you expressly consent to the payment of remuneration and service fees to the Referring Party, Introducing Brokers and other representatives.

Part 2: Additional costs and amounts payable for Spot Forex Contracts only

a) Rollover and Swap rate for net-based Forex

A swap rate, also known as forward points, is applied on the rollover of a net-based Forex Contract. The purpose of the swap rate is to account for the interest rate differential between the two currencies in a Currency Pair. For example, if Currency A has a higher interest rate than Currency B, the person who holds a Long Position in A and Short Position in B will be receiving payment of the swap rate, while the person who holds a Short Position in A and Long Position in B will be paying the swap rate.

- b) Each day, when rollover occurs, the swap rate is applied as either a credit or a debit to your Account, and is incorporated into the difference between the Closing Price of the position rolled out of, and the Opening Price of the position rolled into, which would be the same in the absence of the swap rate. Therefore, you may make or lose money on this aspect of the rollover, depending on the relative interest rates of the Long and Short Positions in respect of the currencies in the Currency Pair that you are holding.

c) Daily financing charges/credits for position-based Fortex

Each Business Day at 17:00 EST, a debit or credit will be applied to your account for the interest payment or receipt due as a result of the positions held in your Account. This procedure will occur daily until you Close Out the Currency position.

- If the first currency has a higher interest rate, then you are generally credited for holding a long position and debited interest for holding a short position.

- If the first currency has a lower interest rate, then you are generally debited for holding a long position and credited interest for holding a short position.

The Account History report will display these amounts as financing debits/credits in the same way that they are displayed for the CFD instruments.

Below is the formula to show how the financing amounts are calculated.

For a short position:

$$F = S * V * P$$

For a long position:

$$F = S * V * P * -1$$

F = Finance charge/credit

S = Swap Rate

V = Number of lots

P = Pip value in account base currency

Part 3: Additional costs and amounts payable for CFDs only

Daily financing charges

A daily financing charge is applied in respect of CFDs relating to cash indices, spot foreign exchange markets, individual equities, and precious metals.

The financing charge is levied for each day that the trade remains open (including weekends and public holidays). The financing charge is applied to all Open Positions at 17:00 ET on each Business Day.

Accordingly, if you hold "long" (buy) CFD positions, you will have to pay the daily financing charge, which will be debited from your Account Balance. If you hold "short" (sell) CFD positions, Invast will pay you the financing charge, which will be credited to your Account Balance.

The daily financing charge is calculated as follows:

$f = (s \times p \times r) / d$ where:

f = daily financing charge

s = number of CFD's

p = Closing Price as determined by Invast (usually this will be the Closing Price of the Underlying Asset)

r = relevant overnight LIBOR rate (You may find the LIBOR rate from www.bbalibor.com), PLUS The Invast Premium of 250 Basis Points (2.5%) for Long Positions, or MINUS The Invast Premium 250 Basis Points (2.5%) for Short Positions (NOTE: Please check the "Current Invast Premium" from Fee Schedule).

d = number of days (365 days for UK and Australian shares and 360 for all others)

Accordingly, using the above example, if you Buy (Long) 1,000 CFDs for Australia XYZ shares for 2 days:

Closing Price on day 1 is AUD5.00

Closing Price on day 2 is AUD5.20

AUD LIBOR rate on day 1 is 2.802%

AUD LIBOR rate on day 2 is 2.926%

The daily finance charge will be as follows:

Day 1: $(1,000 \times \text{AUD}5.00 \times [2.802\% + 2.5\%]) / 365 = \text{AUD}0.73$

Day 2: $(1,000 \times \text{AUD}5.20 \times [2.926\% + 2.5\%]) / 365 = \text{AUD}0.77$

Accordingly, at the end of day 1, AUD0.73 will be debited to your Account and at the end of day 2, AUD0.77 will be further debited to your Account. You must always maintain enough funds in your Account in addition to the Margin to cover these financing charges.

Please note however, the relevant interest rate (e.g. LIBOR) will never be adjusted below a zero rate. For example:

Position is Sell (Short) 10 CFDs of UK100 index

GBP LIBOR Overnight Rate for this market is 0.4825%

Using the formula:

$f = (s \times p \times r) / d$ where

f = daily financing charge

s = your stake (e.g. 10 CFDs)

p = Closing Price as determined by Invast (e.g. 6789)

r = relevant interest rate, PLUS 250 basis points (2.5%) for Long Positions, or MINUS 250 basis points (2.5%) for Short Positions, (e.g. 0.4825% – 2.5% = rounded to ZERO%)

d = number of days, 365 for UK and Australian indices and 360 for all others (e.g. 365 days)

Therefore $f = (10 \times 6789 \times 0\%) / 365 = 0\%$

In the case of CFD trades relating to individual equities and cash indices, the financing charge is debited from your Account in the case of long CFD trades and credited to your Account in the case of short CFD trades.

In the case of CFD trades relating to foreign exchange, if the first Currency has a higher interest rate, then you are credited financing for running a long CFD position and debited financing charge for running a short CFD position. If the first Currency has a lower interest rate, then you are debited financing for running a long CFD position and credited financing charge for running a short CFD position. Please refer to the www.invast.com.au/legals/market-information-sheets for details of the financing charge.

Financing charges are subject to fluctuation due to, but not exclusively, changes in the applicable interest rate forming part of the calculation of such charges.

As provided in the Terms, Invast reserves the right, from time to time during the lifetime of any CFD contract when the need to do so is brought about by, amongst other things, volatile market conditions, to vary financing charges and also to impose financing charges on products that were not previously subject to such charges, irrespective of whether such financing charge was not payable at the time of opening a CFD in respect of the CFD market in question.

LIBOR: Note that the LIBOR is subject to change. You can ascertain the current LIBOR from www.bbalibor.com or by contacting an Invast representative.



8. COMMISSIONS AND OTHER FEES

Before you begin to trade, you should obtain a clear explanation of all commissions, fees and other charges for which you will be liable. These charges will affect your net profit (if any) or increase your loss.

Part 1: Fees and Spreads for Spot Forex

Invast is compensated by revenues from its activities as a dealer, including proceeds from buying, selling, converting, as well as holding currencies and interest on deposited funds and rollover fees.

Part 2: Commissions for CFD Trading

Invast charges a commission for executing an equity CFD trade. For CFD commissions, please refer to the Commission rates at www.invast.com.au/legals/fee-schedule. Invast will charge you a commission on both Opening and Closing an equity CFD position. Commission charged will be the greater of a set dollar fee or by multiplying the dollar value of the contract at each of the Open and Close of the trade by the Basis Point commission level indicated at the links above. Invast will not charge commission on non-equity CFDs. Invast, in its absolute discretion, and acting reasonably, also reserves the right, from time to time, during the lifetime of the Terms to vary commission rates and impose commission charges on products Invast has not previously subjected to such charges, irrespective of whether such charge were not payable at the time of opening.



9. TRADING ELECTRONICALLY OR BY TELEPHONE

You may trade with Invast through Invast's electronic trading system known as Invast MT4, Invast cTrader or ST24 or by calling an Invast representative on 1800 INVAST (1800 468 278)

In order for a trade to be established the customer must first make an offer to trade either by way of the Invast MT4, Invast cTrader, ST24 platforms or by telephone; that offer is subject to acceptance by Invast. You will only have placed a trade if we accept your offer. The following apply:

- you can offer to place an "up" trade at the Invast Buy Price. If accepted this will be an "up" trade, also known as a buy or a long position. As to the Invast Buy Price see the third bullet point below
- you can offer to place a "down" trade at the Invast Sell Price. If accepted this will be a "down" trade, also known as a sell or a short position. As to the Invast Sell Price see the third bullet point below
- in any case (and except for Orders described in section 16 below), your offer to trade (as above) must be on a "market order" basis, as follows:
 - "Market Order" means that (if the offer to trade is accepted) you will have placed a trade at the Invast Buy Price or the Invast Sell Price (as appropriate) which is current at the time we execute your trade. Please note that the Invast Buy Price or the Invast Sell Price (as appropriate) may move between the time we accept your offer to trade and execution. If you offer to trade on a "Market Order" basis you are accepting the risk in relation to those Invast Buy Price and Invast Sell Price movements

The types of Orders available to the customer are outlined in section 16, however it should be noted that not all Order types are applicable to each type of product that Invast offer.

Market Orders, once submitted by the customer, cannot then be amended or cancelled by the customer. In addition, any Order that becomes pending for execution, i.e. the trigger price of the Order has been reached or surpassed, cannot then be amended or cancelled by the customer. Working orders that have not become pending for execution are available to be amended or cancelled by the customer.

Our Trading Platforms

There are significant benefits associated with the use of our trading platform. These include:

- the ability to trade in small amounts as little as AUD\$100;
- real-time streaming of quotes and the facility to check your accounts and positions in real time and 24 hours a day on any global market which is open for trading;
- CFDs are available to trade during times the underlying market is open;
- competitive spreads, no commissions: you do not pay any commission in respect of the transactions you enter into with us other than equity CFD's. We are a market maker, not a broker, and we generally generate revenue from the spreads that are embedded in the price of the instruments;
- fast execution;
- multi party liquidity providers;
- flexible lot size;
- free trading tools and charts; and
- full control over your account and positions.

MT4 is an electronic trading system that allows you to trade Spot Forex Contracts and CFDs, whilst Invest cTrader and ST24 allows you to trade Spot Forex.

Invest MT4 platform gives you the features of using various Order types, downloadable indicators, and Expert advisors (EA) which can be used for automatic/mechanical trading.

The Invest cTrader is a customizable platform which allows you to use cAlgo to code your own indicators using C# programming language.

Invest ST24 is a platform which allows you to execute trades, by picking from numerous tried and tested trading strategies.

It is your responsibility to familiarise yourself with the features of the various trading platforms, and we strongly encourage you to use our Demo account for this purpose, and to speak to one of our customer services representatives.

Invest will remain the counterparty to all trading contract transactions in Spot Forex Contracts and CFDs. Invest MT4, Invest cTrader and ST24 will contain full details of each Order you have entered. So you can check the status of Orders and any trades that you have established. However, we may refuse to accept an Order at our discretion or under the Terms, but we will act reasonably.

Invest MT4, Invest cTrader and ST24 will indicate to you the following information:

- Your account details.
- Details of each Order (including the date of the Order, a description of the Order and any amount paid or payable by you in relation to the Order).

Once you have an Account, you can start trading with Invest MT4, Invest cTrader and ST24 by logging on and using your password. Invest MT4, Invest cTrader and ST24 will execute Orders for anyone so long as the person provides the correct security details. While you can access Invest MT4, Invest cTrader and ST24 from any domain, we will not recognise or verify the domain from which instructions are sent. You are responsible for everything done through Invest MT4, Invest cTrader and ST24 (including all Orders you placed and any trades that are established as a result), but we will indemnify you against direct losses you suffer if someone has access to your account as a direct result of our gross negligence.

You can only trade on Invest MT4 in relation to Spot Forex Contract and CFD's, and trade on Invest cTrader and ST24 in relation to Spot Forex where the relevant market or instrument which remains open or has a readily ascertainable price (or applicable). Accordingly, before you Offer to place an Order on an Invest trading platform, make sure you know the application trading hours of the relevant market or instrument and understand all the specifications/rules that apply to that Order. Please see the www.invest.com.au/legals/market-information-sheets for further information.

Set out below is a general step-by-step guide regarding placing an Order on our trading platforms (and finding out if your Order has been accepted). We would recommend that you use your Demo Account to familiarise yourself with the many ways that you can issue an Order using our trading platforms:

Step 1: In Invest MT4, you can generate a New Order through the Quote Board or Order Ticket and with Invest cTrader, this can be done through the Quote Board, Order Ticket and Chart. You can also attach orders to existing Position in the Open Positions or Working Orders windows.

Step 2: Once you have created your Order, you must submit that Order by clicking on the "submit" button. Invest cTrader's has a 'single click order' function that does not use the confirming 'Submit' button when a trading action is executed.

Step 3: If you wish to check whether the Order has been received by us you must access the Order window.

Step 4: The Order window will display all the working Orders we have received from you to place a trade.

Step 5: If your Order has been executed the details of the trade will be displayed either in the Positions window on MT4 and/or cTrader or in the case of Orders that are partially or fully closing an existing position, in the Account Statements available within Invest MT4, Invest cTrader and ST24.

You are responsible for checking whether an Order you have submitted has been accepted. Accordingly, you must make sure that you regularly access Invest MT4, Invest cTrader and/or ST24 to check on all dealings. If you think a mistake has been made (e.g. a trade has been recorded that you think is not yours), communicate this to Invest immediately by calling +61-(0)2-9006 1256. The sooner we are made aware of a potential problem, the more easily we will be able to investigate.

Invest will not dispatch confirmations to you in respect of each Order that you submit. By entering into the Terms you have agreed that confirmation of transactions involving Spot Forex Contracts and CFDs may be provided by means of your access to Invest MT4 Invest cTrader and/or ST24.

By Telephone

You can also place Orders in relation to Spot Forex Contracts and CFDs by calling Invest on 1800 INVEST (1800 468 278) for Australia and +61 2 9006 1256 for International callers

When you contact Invest over the telephone, you will be required to confirm certain security information. If you cannot provide certain security information, Invest will not access your Account or process your Order. Accordingly please have ready the following information:

- Your account number
- The answer to your security question
- Whether you are buying or selling
- The volume of your Order
- The product you wish to trade (if applicable)
- The price at which you would like your Order placed
- The type of Order execution (for example, Stop Order, Limit Order, Parent and Contingent etc.)

When you contact the Invest execution team, they will inform on the price of the Underlying Security or trading instrument for your consideration. The price may change since you were last quoted and may no longer be valid. When you place an Order by telephone, that Order will only be accepted if the Invest execution officer tells you it is accepted. You should contact us immediately if you have any concerns as to whether your Order has been accepted.

All telephone calls placed through the execution desk are recorded by telephone recording devices. All conversations concerning price quote requests, Order placement and execution, confirmations, and any other trading related issues, are recorded to ensure fairness and accuracy for all parties involved in the delivery and execution of a trading Order.

All Orders placed through the execution team are confirmed within Invast MT4, Invast cTrader and/or ST24. They will appear in the Account Statements of the allocated Invast platform. An Order will be deemed fair, accurate, and undisputed unless a client disputes an Order within 4 Business Days of the Order being executed. For more information regarding our dispute resolution system, please see section 3.



10. TRADING HOURS

Please note that times given are US EST and the Australian Eastern Standard Time equivalents and include US daylight savings time when in effect. Note also that the Australian Eastern Standard Time or "AEST" equivalents quoted in this PDS may be affected by daylight savings changes.

Invast is open for trading from 17:00 Sunday (EST) (AU equivalent of 8:00 a.m. Monday AEST) and closing at 17:00 Friday (EST) (AU equivalent of 8:00 a.m. on Saturday AEST). Before you offer to place an Order, make sure you know the applicable trading hours and understand all the specifications/rules that apply to that trade. Please refer to the www.invast.com.au/legals/market-information-sheets which set out our trading hours for each Market.

You will be informed in advance by Invast (via Invast MT4, Invast cTrader, ST24, email, or other methods from time to time used by Invast) on a best efforts basis of changes in operating hours due to holidays and special system maintenance requirements.

SPOT FOREX CONTRACTS TRADING ONLY:

At 17:00 hours (5:00 p.m.) (EST) each Friday (8:00 a.m. on Saturday AEST), trading will be disabled until Sunday 17:00 hours (5:00 p.m.) (EST) (8:00 a.m. Monday AEST)

FINANCING OF POSITION BASED SPOT FOREX

TRADES: Each Business Day at 17:00 EST a debit or credit will be applied to your Account to account for the interest payment or receipt due as a result of the positions held in your Account. This procedure will occur daily until you Close Out the Currency position.



11. COUNTERPARTY RISK

As Invast is the market maker i.e. the issuer of the Spot Forex and CFD products described in this PDS, Invast is the counterparty to every contract. You will have an exposure to us in relation to each contract as is common to all OTC financial market products. You are therefore exposed to the financial and business risks, including credit risk, associated in dealing with Invast and reliant on Invast's ability to meet its counterparty obligations to you to settle the relevant contract. Our ability to fulfill our obligations is linked to our financial wellbeing, which is commonly referred to as credit or counterparty risk. You must make your own assessment of our ability to meet our obligations.

Invast has not been rated by an external credit rating agency. If we were to become insolvent, we may be unable to meet our obligations to you. If we default on our obligations, you may become an unsecured creditor in an administration or liquidation, and you will not have recourse to the underlying assets in the event of insolvency. Invast may become unable to operate its foreign exchange and CFD market as a result of a regulatory impediment (for example Invast ceasing to hold an Australian Financial Services Licence or because ASIC imposes a stop order on the PDS issued by Invast).

Invast may enter into arrangements with third party counterparties for the facilitation of transactions and settlements, and may avail monies received for Margin calls and settlements to such providers for this purpose. Accordingly clients may be indirectly exposed to the financial risks of our counterparties

and organisations with which Invast holds client funds. If the financial condition of Invast or assets of our counterparties or the parties with which we hold client assets deteriorate, then clients could suffer loss because the return of the client capital could become difficult.

You are reliant on Invast's ability to meet its counterparty obligations to you to settle the relevant contract.

Invast employs a high level of corporate governance. We produce a range of financial reports on a monthly basis including cash flow projections, a profit & loss statement and a balance sheet. The cash flow projections are prepared for the ensuing 12 month period and updated on a monthly basis, taking into account all the projected costs and revenues of running the business. All the assumptions made in deriving the projections are documented. The cash flow projections, the profit & loss statement calculation of net tangible asset requirements, and the balance sheet are presented at the monthly board meeting. Projections are approved and the balance sheet is considered to ensure that the company can meet its financial obligations.

Financial markets can be very volatile and market exposure can sometimes have a substantial impact on financial resources. Stress testing is conducted regularly to ensure it holds sufficient liquid funds to withstand significant adverse market movements. This is done on a quarterly basis or more regularly if market conditions warrant it.

Invast holds funds with reputable financial institutions as counterparties: Deutsche Bank, Citibank and GFT UK as external counterparties. Invast has selected these entities because some are among the largest banks in the world and all have the highest credit standing along with adequate financial resources. Through these entities, Invast has indirect access to more than a dozen additional counterparties, without incurring additional risk.

Invast may change or add counterparties as appropriate from time to time. In selecting the counterparties, Invast considers competitive rates, efficiency of service, reliability of technology, financial standing and reputation of those counterparties. We constantly monitor the financial standing, creditworthiness and reputation of these counterparties.

Invast has policies around monitoring client positions, Variation Margin Calls and liquidations. Invast uses real-time monitoring and open risk positions can be viewed in the dealer application. These positions are constantly monitored by the risk management team.



12. HOLDING YOUR MONEY

We will handle all client funds we received in accordance with and subject to Part 7.8 of Division 2 of the Corporations Act and ASIC Regulatory Guide 212: Client money relating to dealing in OTC Derivatives. Clients funds will be deposited into a segregated account maintained by us with an authorised deposit-taking institution or approved foreign bank. The Corporations Act permits money held in a client account to be used for the purpose of meeting incurred by us in connection with margining, guaranteeing, securing, transferring, adjusting or settling dealings in derivatives by us, including dealings on behalf of people other than a client.

However, you should note that we are entitled, amongst other things, to:

- withdraw, deduct or apply any amounts payable by you to us and/or any associate of ours under the Terms from your moneys held in any segregated account or invested by us including, without limitation making a payment for, or in connection with the deposits, installments adjusting or setting of dealings in our products entered into by you or the payment of charges or interest to us, with all such amounts belonging to us under the Terms;
- pay, withdraw, deduct or apply any amounts from your moneys held in any segregated account or invested by us as permitted by the Australian Client Money Rules; and
- use such moneys for the payment of amounts to counterparties with whom we enter into derivatives to hedge our exposure to you in connection with Spot Forex and/or CFDs or hedge our exposure to other clients who have entered into these financial products under the Terms with us.

Your moneys will be co-mingled into one or more segregated accounts with our other customers' moneys. You should note that you are not entitled to interest earned on your account. Furthermore, the client moneys will not be invested by us.

We are also obliged to deposit any moneys due to you in relation to dealings in our products and we must deposit them into a segregated account.

Those obligations to you under the Terms and our products are unsecured obligations, meaning that you are an unsecured creditor of us.

See sections 13 and 17 (o) and 17 (g) of this PDS for information about the risks to client funds deposited with Invast, such as the risks associated with the pooling of clients' segregated funds.



- 13. INSOLVENCY** Under the Australian Client Money Rules, we must hold your moneys on trust. Furthermore, the Australian Client Money Rules provide that in the event that we lose our Australian Financial Services Licence, become insolvent, merge with another licensee or cease to carry on some or all of the activities authorised by the licence, customer money held by us or an investment of customer money, will be dealt with as follows:
- money in the segregated account is held in trust for the persons entitled to it, and is paid in the order set out below in the third bullet point below;
 - if money in the segregated account is invested, the investment is likewise held in trust for each person entitled to money in the account;
 - the money in the account is to be paid in the following order:
 - money that has been paid into the account in error;
 - the next payment is payment to each person who is entitled to be paid money from the account;
 - if the money in the account is not sufficient to be paid in accordance with the above paragraphs, the money in the account must be paid in proportion to the amount of each person's entitlement; and
 - if there is any money remaining in the account after payments made in accordance with the above paragraphs, the remaining money is payable to us.

These rules override anything to the contrary in the Australian Bankruptcy Act 1966, in the Corporations Act or other law, in the Terms.

We are entitled to keep hold of your funds in your account to cover negative cash balances, Margin, any funds, including without limitation, cheque or credit card payments, unrealised losses and realised losses and any other amounts due under the Terms. We also have the right to deduct, without notice or recourse to you, any monies deposited or credited to your account in error by us.

It is important to note that our holding your moneys in one or more segregated accounts may not afford you absolute protection.

The purpose of segregated accounts is to segregate our customers' money, including your moneys, from our own funds. However, individual customer's money are co-mingled into one or more segregated customer accounts. Furthermore, segregated accounts may not protect your moneys from a default in the segregated customer accounts. Should there be a deficit in the segregated accounts and in the unlikely event that we become insolvent before the topping up of the segregated accounts 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 us, 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 debts 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.

See section 17(o) of this PDS for details of how you can obtain information about Invast's financial position.

See section 17(q) of this PDS for more information about the risks to client monies deposited with Invast.



14. PAYMENT TO INVAST

Invast accepts account opening collateral in the form of cash by way of wire transfer, debit card, or paper cheques. Invast also permits the use of credit cards as collateral to open your account. Invast only receives funds from the following sources: Debit cards, paper cheques, credit cards and bank wire transfers. If you send payment by cheque or e-check, Invast will not credit your Account with the payment or accept trading Orders until the cheque or e-check has cleared. This may take a number of days. In the case of payment to maintain your Margin, Invast will only accept payment by telegraphic transfer, debit card or credit card. Invast does not accept payment in physical cash. All cheques must be made payable to Invast Financial Services Pty. Ltd. Whilst Invast does permit payment by credit cards, they represent a higher risk to Invast and can be more frequently associated with fraud, however; credit card payment is offered because varying customers prefer the convenience of payment with credit cards. A client should be aware that using a credit card to fund his/her account may pose the risk of double leverage from the combined effect of using a credit card facility to fund a leveraged trading account. Invast places a limit on funds received from credit cards with a maximum limit of \$75,000 per month, as any deposits by debit/credit card that are withdrawn within 90 days of the deposit date will only be paid by refunding the debit/credit card which the funds initial came from. After 90 days, any withdrawals will only be paid by cheque or wire, paid to the name as per the Invast account.

Before any payments from an Account may be disbursed the account holder must complete a Funds Request Form (available from www.invast.com.au).

Invast will not make or receive any payments or deposits via a third party.



15. SIGNIFICANT TAX CONSIDERATIONS

If you invest and trade in any of the financial products detailed in this PDS, you may be exposed to Australian taxation. This section outlines the main Australian income tax and GST implications of trading in Spot Forex Contracts and CFDs in accordance with this PDS.

The information contained in this section is of a general nature only and is not intended to constitute legal or taxation advice. The taxation implications of your investment will depend on your own individual circumstances. Invast recommends that you obtain independent professional taxation advice on the full range of taxation implications applicable to your own personal facts and circumstances.

Taxation laws are complex in nature and their interpretation and administration may change over the term of your investment. Invast does not advise you of any changes in taxation laws. You must take full responsibility for the taxation implications arising from your own investment, and any changes in those taxation implications during the course of your investment.

The information provided below is for Australian resident investors only and is based on the current taxation laws in Australia. If you are not an Australian resident, you should consult a taxation advisor in your own jurisdiction to determine the tax consequences of investing with Invast.

The following summary is based on the assumption that you will hold the financial products detailed in this PDS on revenue account, that is, you will be carrying on a business of either trading or investing in these types of financial instruments, and/or you will enter into the financial products for profit making purposes. This summary does not consider the taxation position if you enter into the financial products detailed in this PDS for the purposes of hedging risks associated with other securities held by you on capital account, or for the purpose of recreation by gambling.

The availability of tax deductions or losses incurred as a result of entering into these financial products to offset current and future year income will depend on your personal circumstances and you will need to seek advice from your tax advisor in this regard.

Tax consequences of CFDs

Any profit derived or loss incurred by you in respect of a CFD should be included in your assessable income or allowable as a deduction (respectively). This is consistent with the ATO's position in relation to the taxation treatment of financial CFDs as set out in Taxation Ruling TR 2005/15.

Any profit or loss arising in respect of a CFD should be included in your assessable income (or allowed as a deduction) at the time the profit or loss is "realized" for tax purposes. Realization will generally occur at the time the CFD is closed out or otherwise expires.

Tax consequences of Spot Forex Contracts

The tax consequences in respect of Spot Forex Contracts are complex and will depend on your individual circumstances.

Australia has implemented a prescribed set of rules for the purpose of determining the tax treatment of Spot Forex gains and losses. Generally, Spot Forex gains or losses will be included in your assessable income (or allowed as a deduction) when realised. Realisation will generally occur when the right or obligation to receive or pay Spot Forex ceases.

In circumstances where you are entering into Spot Forex Contracts for the purposes of hedging, the taxation consequences will depend on the nature of the underlying transaction of the asset/liability which is sought to be hedged. It is recommended that you obtain your own professional taxation advice in this regard.

Interest on your Account

Should Invast agree to pay interest on your Account, such interest is likely to be treated as assessable income for Australian tax purposes at the time that it is credited to you. If you do not provide your TFN (or ABN if applicable) or proof of exemption, Invast may be required to withhold tax from any interest payment at the rate of 46.5%.

Expenses

Certain expenses incurred by you in connection with trading in the financial products detailed in this PDS may be deductible to the extent that they are incurred for the purpose of deriving your assessable income. The deductibility of these expenses will depend on your own personal circumstances. You should obtain your own advice as to whether such expenses will be deductible to you.

Taxation of Financial Arrangements

Rules have been introduced which will set out the method by which gains and losses from financial arrangements will be brought to account for tax purposes (referred to as the Taxation of Financial Arrangements (TOFA) rules).

The TOFA rules will apply to financial arrangements held by certain investors whose assets or aggregated turnover exceeds specified thresholds. The TOFA rules will also apply to investors who have made an election to apply the TOFA rules to their financial arrangements.

Invast recommends that you seek your own taxation advice as to the application of the TOFA rules to you.

Goods and Services Tax

No GST should be payable in relation to your trading of Spot Forex Contracts and CFDs with Invest.

GST may apply to certain fees and costs charged to you. You should obtain your own advice as to whether an input tax credit is available for any such GST, as it will depend on your personal circumstances.



16. HOW TO START TRADING a) Opening an account

To start trading Spot Forex Contracts or CFDs with Invast, you must first open one or more Accounts with Invast.

To open an Account with Invast, you must complete the application form on-line or submit the completed PDF version of the application which can be found on Invast's website www.invast.com.au. By completing and submitting the application form you will also have agreed to be bound by the Terms. You will only have an Account once Invast accepts your application form. However Invast, in its absolute discretion and acting reasonably, may determine whether to accept or reject your application form.

You can open an Account individually or as joint account holders. Where there are Joint Account Holders:

- Each Joint Holder is jointly and severally liable for the Account;
- With the exception of funds withdrawals which will require email confirmation from each Joint Holder, Invast may act upon instructions received from a Joint Holder or any person who is authorised to provide instructions to Invast by a Joint Holder and in doing so, it is deemed that such instructions have been provided to or given by all the Joint Holders; and
- Any notice or other communication provided by Invast to a Joint Holder, or person authorized to receive such instructions on behalf of, or as if they were a Joint Holder, will be deemed to have been given to all Joint Holders.

Invast will purchase and sell Spot Forex and CFD Contracts at your request in accordance with oral or instructions received from you or your designated agents via Invast MT4 Invast cTrader and/or ST24 and under the Terms. Invast will employ, at its reasonable discretion, any counterparty including, but not limited to, itself as your agent in connection with the execution and settlement of any purchase or sale of Foreign Exchange Contracts or CFDs entered into on your account.

Prior to the execution of a Spot Forex or CFDs Contracts, you must deposit and maintain with Invast the amount of cash and/or Margin required by Invast during the period that the contract is outstanding. Margin may be changed from time to time. Further, a change may occur during the existence of an ongoing trade. Yet, notwithstanding any action you may take to correct a Margin deficiency, Invast may take any trading action concerning the Account it deems necessary to protect its interests. You are the key to your trading with Invast, as you will rely solely on your own informed judgment in executing all Spot Forex or CFDs Contracts.

You are responsible for any losses which result from transactions entered into on your behalf.

Profit will be made on a transaction when Buy Contracts are sold to close at a higher price than when they were originally purchased, or Sell Contracts are bought to close at a lower price than they were sold. For you to recognize a gain from a profitable transaction, the profits from the transaction must exceed the costs of fees and other charges payable by you for the execution of the trades. Please refer to sections 20 and 21 for worked examples of Spot Forex and CFD trading.

Losses will be incurred on a transaction where Buy Contracts are sold to close at a lower price than when they were originally purchased, or Sell Contracts are bought to close at a higher price than they were sold. You must cover all losses incurred on transactions which may include, but may not be limited to, any Variation Margin Calls, the asset value of your Account, or any combination of these.

Spot Forex Contracts and CFDs are considered high-risk financial products and are not suitable for all investors because of the significant risks involved. These products are subject to a mandatory client qualification assessment required by ASIC. Invast meets its obligation to ensure that clients have the necessary experience and knowledge in order to understand the risks involved in relation to its Spot Forex Contracts and CFDs through the information you supply in the application form and by requiring prospective customers to complete an Appropriateness Assessment and under some circumstances a short Investor Knowledge Assessment before Invast will permit you to open up one or more Accounts with it. Set out below is more information about the Investor Knowledge Assessment and Appropriateness Assessment.

Each prospective client must answer the Appropriateness Assessment questions, which include questions on trading experience and the Financial Information questions, included in the application. If after review of the Appropriateness Assessment questions, Over-the-Counter derivative trading is not deemed appropriate for the prospective client but review of the Financial Information questions deems Over-the-Counter derivative trading appropriate, he/she may be able to open a trading account that is subject to a deposit limitation. In the event the prospective client still wishes to open without a deposit limit, they may proceed by taking and passing an Investor Knowledge Assessment, consisting of a number of questions designed to assess his/her understanding of the various concepts associated with Spot Forex Contracts and CFDs (including, but not limited to, Leverage, margins, volatility and the risks associated with Spot Forex Contracts and CFDs). Educational materials are also available to further enhance your understanding of Spot Forex Contracts and CFDs. A prospective client, who does not score 70% in the Investor Knowledge Assessment, will continue to be subject to the deposit limitation described above. Customer's trading activity will be reviewed periodically by Invast's Compliance Department and when deemed appropriate he/she will be contacted with the opportunity to deposit additional funds

If after review of the Appropriateness Assessment and Financial Information questions, Over-the-Counter derivative trading is not deemed appropriate for the prospective client under either set of questions, client must take and pass the Investor Knowledge Assessment in order to open an account with Invast. A prospective client, who does not score 70% in the Investor Knowledge Assessment, will not be allowed to open a live trading account with Invast at that time. The client is able to re-take the Investor Knowledge Assessment after 24 hours. Educational materials are also available to further enhance your understanding of Spot Forex Contracts and CFDs during that time, and the client is strongly encouraged to familiarise itself with the trading platforms by utilising the Invast Demo Account prior to another attempt at re-sitting the assessment with a minimum of 14 days on the demo account.

Invast also reserves the right to reject certain account applicants if Over-the-Counter derivative trading is not deemed appropriate for a prospective client for any reason, including but not limited to, net worth, trading experience and type or source of funds used to fund the account. You should note that the assessment process is not to be taken as Invast providing personal financial product advice to you.

Please note that Invast will retain details of any applicant who undertakes the Investor Knowledge Assessment irrespective of how they perform in the test and whether they subsequently access Invast's products or services. This information will be retained for a period of seven years. Please email info@invast.com.au or call an Invast Representative to obtain the Investor Knowledge Assessment.

You should always make your own assessment as to whether Over-the-Counter derivatives such as Spot Forex Contracts and CFDs are appropriate for you. You should carefully consider the features of Spot Forex Contracts and CFDs and their significant risks before investing in them.

Some key suitability considerations are:

- whether you have experience in trading in Spot Forex Contracts and CFDs, securities or other derivatives
- whether you understand the terms of Spot Forex Contracts and CFDs and how they work
- whether you are aware of the high degree of risk inherent in Spot Forex Contracts and CFDs
- whether you can monitor your investments in Spot Forex Contracts and CFDs and manage them in a volatile market;
- whether you have financial resources to provide more Margin or Margin Requirement, especially on little or no notice
- whether you can bear substantial losses that might arise from trading in Spot Forex Contracts and CFDs, especially the potential for unlimited losses, a risk which is present in trading all of the above

Our assessment of Appropriateness is based on your information and any other information we ask for and you give us.

b) Please refer to Invest Different Order Types

Important notice about this section

If you request placement of one of the types of orders described in this section, we have an absolute discretion whether or not to accept and execute any such request.

Market Order

A Market Order is an order to buy or sell a currency, indices, or commodity immediately at the best available current price.

Stop-loss Orders

A stop-loss order is an order placed with the aim of limiting the potential loss on an open position. A stop-loss order allows you to specify a price at which you wish to close-out a position or open a position.

We note that stop losses are not guaranteed and the execution of such orders will depend on market volatility and liquidity. A stop-loss order is triggered automatically when the stop-loss price is reached. Once the stop-loss price is reached, the stop-loss order becomes a market order to buy or sell (depending on your instructions). The stop-loss order could be activated by a short-term fluctuation in the markets, or in a fast moving market, the price at which the trade is executed could be much different from the stop-order price. This can occur in a "gapping" and is due to market movements during the time it takes to open or close Positions.

The operation of these order types should be discussed with one of our representatives. You should also refer to the Terms with respect to the operation of these order types.

(a) 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 of our products.

You should refer to our website or contact us for information about the levels at which you may place stop-entry orders.

(b) Limit Orders

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

We will execute your Limit Order when our offer price has reached the price of your buy-limit order or our bid price has reached the price of your sell-limit order.

(c) Pending Order

A Pending Order fulfils the same function as a New Order.

A New Order is an instruction by you to either buy or sell a Spot Forex or CFD at a price outside the current quote. There are four types of Pending Order:

- Buy Stop Order – an Order to open a long position at a price higher than the price at the time of placing the Order.
- Sell Stop Order – an Order to open a short position at a price lower than the price at the time of placing the Order.
- Buy Limit Order- an Order to open a long position at a lower price than the price at the time of placing the Order.
- Sell Limit – an Order to open a short position at a price higher than the price at the time of placing the Order.

Pending Orders are subject to Gapping.

(d) One Cancels the Other Order (OCO)

An OCO Order is actually two Orders linked together. When one Order is executed the other Order is automatically cancelled.

(e) Trailing Stop Order

A Trailing Stop Order is a type of Stop Loss Order and is an instruction by you to close an open position at a price less advantageous than the quote at the time it is placed but it is designed to track the movement of profitable positions and move accordingly.

You may set a Trailing Stop Order at the following times:

- When you place a trade which then acts as a Trailing Stop Loss Order instruction to close the open position; or
- When you amend a Stop Loss Order to a Trailing Stop Order

Trailing Stop Orders are subject to Gapping.

(f) Good until Cancelled (GTC)

This means that the Order that you have placed will remain in effect until cancelled by you. New Orders and Limit Orders default to GTC Orders. All Orders placed through the Invest Trading platform are GTC Orders.

Order Durations

Notwithstanding the Order duration types above, an Order will remain in effect until one of the following occurs: (1) it has been cancelled by you or us; or (2) the Order is executed by us; or (3) we no longer provide a quote for that particular product.

In addition, Limit Orders, Stop Loss Orders, Pending Orders and Trailing Stop Orders will no longer be in effect if the Open Position to which such Order relates is closed by you or us or otherwise in accordance with the Terms including as a result of that open position expiring or being rolled-over.

Our right to impose orders

You acknowledge that under the Terms we may impose a Stop-loss order on one or more of your Positions.

c) Variation Margin Call & Liquidation:

During the period your contract/s remains open with Invast, you will receive a variation margin call via email if your Total Equity is less than 75% of your Total Margin Required.

And you must maintain at least 51% of your Total Margin Required at any time. Once your Total Equity reaches 50% or less of your Total Margin Required, Invast will, without further notice, cancel all unexecuted orders and Close Out all of your Open Positions (which may mean you will suffer losses, and you may owe Invast money).

Although Invast will email you for Variation Margin Call when your Total Equity drops below 75% of your Total Margin required, Invast is not obliged to tell you if Variation Margin is payable nor to make a Variation Margin Call. We have no liability to you if we fail to tell you that Variation Margin Call is payable and/or fail to make a Variation Margin Call.

Despite the above, in normal circumstances we will endeavor to notify you of the Variation Margin Call by email to your registered email address as soon as your account enters into Variation Margin Call in accordance with (f) below. This email serves as a notice that your account has breached the minimum required level of funds and any Open Positions are at risk of being closed out. You are responsible for monitoring your own account and ensuring adequate funds are maintained at all times. We have no obligation to provide notification and this service is provided to you on a best endeavors basis. We do not provide notification when an account is approaching a Variation Margin Call and you are responsible for monitoring your account at all times.

d) Initial Margin

Before Invast executes your instructions, you must deposit the Initial Margin with Invast. However the minimum deposit payable to open an Account will be taken into account in determining whether you have sufficient funds in your Account to meet the Initial Margin.

Your Initial Margin Requirement is the initial amount that is required to be in your account to cover all of your open trading positions. How much is required to be in your account is based upon the Initial Margin (IM) Factor, which is determined by Invast as disclosed in the www.invast.com.au/legals/market-information-sheets Below is an example:

XYZ shares (which is in the S&P/ASX 200 index) is trading on the ASX between AUD5.00 to AUD5.02. The Invast quote for XYZ shares CFDs is also between AUD5.00 to AUD5.02.

You wish to buy 1,000 XYZ shares CFDs.

The Market Information Sheets indicates that the IM Factor for shares within the S&P/ ASX 100 index is 10%.

Your Initial Margin would be based on the following:
[Number of CFDs] x [Invast's quoted price for XYZ shares CFDs] x [IM Factor]

Accordingly, the Initial Margin to be deposited with Invast is (1,000 x AUD5.02 x 10%)= AUD502.00

Your Initial Margin must be maintained in respect of all Open Positions. For an account to be in good margin status, the Account Balance must be higher than the prescribed Initial Margin Requirement. Your Initial Margin Requirement will fluctuate depending upon market movements of the Underlying Security or trading instrument.

e) Minimum Margin Requirements

Margin Requirements are subject to change without notice, and when issued shall apply to all new and existing positions. Margin Requirements may vary between customers.

• Spot Forex Contracts and CFDs Margin Requirements

When you trade on Margin, you will be required to deposit into your account the Initial Margin Requirement as determined by Invast. The Initial Margin Requirement will be notified to you by Invast before a trade is entered into. Thereafter, you are required to post a standard level of Margin in your Base Currency of the value of the Base Currency that you are trading before entering a position. Your Margin Requirement is not a static figure and is determined by reference to the initial percentage and daily movements of the Market for the relevant Underlying Asset. Margin Requirements may vary based on Margin Requirement requested by the customer and, in the case of Spot Forex Contracts, the Currency Pairs traded.

f) Email Notification

If your Total Equity is 50% or less than your Total Margin Requirement, we are entitled to close all Open Positions on your Account and cancel all Orders:

1. We can close your Open Positions and cancel all Orders with or without giving you notice. If we do so without giving notice, we will inform you by e-mail that we have done so.
2. Invast is not obligated to tell you if your account is close to liquidation. However, as a courtesy, Invast will attempt to send you a Variation Margin Call via email,
 - when the Total Equity reach 75% of your Total Margin Requirement
 - when the Total Equity reach 50% or less than your Total Margin Requirement

Therefore, you must ensure that you maintain an e-mail address at all times and keep us up to date and informed of your current email address. Invast will not use any other means of communication to tell you when your account reaches these risk levels.

3. You must monitor your Account, and all relevant factors, so that you know the current risk level, Total Equity, Total Margin Requirement and whether or not your account is at risk of being liquidated. All the information you need in order to make these calculations is available from the following sources:

- Invast MT4, Invast Trader and/or ST24
- Market Information Sheets, located at www.invast.com.au/legals/market-information-sheets

4. You must also make sure you understand how to calculate risk level, Total Equity and Total Margin Requirement. If you are in any doubt please call the Invast Customer Service Team on +61-(0)2-9006 1256 or 1800 INVAST (1800 468 278)

g) Margin Requirements are Subject to Change

Margin Requirements for all products (Spot Forex Contracts and CFDs) can fluctuate, and Invast has reasonable discretion to raise or lower Margin rates. Invast also reserves the right to set, and to increase or decrease Margin Requirements on a per customer basis. The level of your Margin Requirement is therefore subject to change. There is not one single calculation that is used to determine the current Margin rates that clients are subject to. They can be changed for regulatory reasons, changes in your account size, Currency pair or position traded, concentrated risk, volatility, acts of God, prevailing economic conditions or any unknown factors that Invast may presume in the marketplace that could negatively impact its current Margin risk assessment.

Please note that an increased Margin Requirement may mean that you are required to transfer additional funds into your Account before an order for a Foreign Exchange Contract or CFD will be accepted by Invast MT4, Invast cTrader and/or ST24. Also, please note that the increased Margin Requirement may result in a Variation Margin Call or possible liquidation. See section 17(q) of the PDS for more information about the risks of changes to Margin Requirements.

h) Effect of Margin Requirements

Margin transactions carry a high degree of risk. The amount of Initial Margin is small relative to the value of the contract so that transactions are 'leveraged' or 'geared'. A relatively small market movement will have proportionately larger impact on the funds you have deposited or will have to deposit. Even small trading transactions can lead to substantial losses, which far exceed the liquid or asset value of your Account. This may work against you as well as for you. You may lose substantially more than you initially invested. See section 17(b) of the PDS for more information about the risks of "leverage" or "gearing".

i) Calls and Trades may result in losses in excess of the amount invested

You may sustain a total loss of Initial Margin funds and any additional funds deposited with Invast (such as Variation Margin) to maintain your position. If the market moves against your position, or if Margin levels are increased, you may be called upon to pay substantial additional funds on short notice to maintain your position. If you fail to comply with a request for additional funds within the time prescribed, which may be as brief as a few hours or less, your position may be Liquidated at a loss and you will be liable for any resulting deficit. Accounts may be closed out as soon as Account funds and/or collateral diminish below the Margin Requirement. Margin Requirements may reduce profitability on your Account by requiring that positions be sold by you, or Invast, in advance of your desire to Liquidate such positions in order to cover Margins. By entering into the Terms, you agree that Invast may, at its reasonable discretion, Close Out any and all positions at any time if it presents an adverse risk to Invast and Invast finds it unreasonable or impractical under the facts and circumstances to keep the position open requiring the Close Out, and you will be responsible for all resulting losses.

j) Price Spikes

No Orders will be filled if an invalid price spike occurs. Invalid price spikes occur when an incorrect price is entered into Invast MT4, Invast cTrader and/or ST24. Invalid price spikes are removed from the price charts quickly to alleviate confusion.

k) Automatic rollover of Net-Based Spot Forex trades not notified for delivery

All Spot Forex Contracts remain open until Invast is notified that the transaction is or has been executed for actual delivery on the Value Date or the position is Closed Out. For Spot Contracts the Value Date will be the second Business Day after the date when the Order is executed, except for USD/CAD contracts. USD/CAD Spot Forex Contracts have a Value Date on the first Business Day after the date when the Order is executed.

The Value Date for forward Spot Forex Contracts will be agreed between you and Invast at the time the Order for the forward Spot Forex Contract is executed.

If Invast is not notified of your intent to take actual delivery of the Currency Pair in time, or if the transaction is not made in a specially notated account, then any spot Spot Forex Contract held at the end of the Business Day, occurring at 17:00 hours EST (8:00 a.m. AEST), will be subject to a roll over via swap transaction into the next Business Day, with the spot Value Date applicable to that day's new trades. Any forward Spot Forex Contract for which Invast has not received a Delivery Notice on the Value Date for that forward Spot Forex Contract will be subject to roll over via swap transaction to the next spot Value Date.

The roll over process is where trades, for which delivery has not been specified in a timely manner, are rolled over on a daily basis by Invast.

Rollover permits you to continue to carry a position for which delivery is not desired, that is, the position continues to exist, by Closing Out the position and simultaneously re-establishing the position to reflect both current market prices and the same Long or Short Position. The only difference between the old position and the new position is that the Value Date has been extended by another day. In addition, to reflect current market prices, a new position which has been rolled over reflects a swap rate, also known as forward points. The purpose of the swap rate is to account for the interest rate differential between the two currencies in a Currency Pair. For example:

If Currency A has a higher interest rate than Currency B, the person who holds a Long Position in A and Short Position in B will be receiving payment of the swap rate, while the person who holds a Short Position in A and Long Position in B will be paying the swap rate.

Each day, when rollover occurs, the swap rate is applied to the position with the new Value Date as either a credit or a debit to your Account. The swap rate is incorporated into the difference between the Closing Price of the position rolled out of, and the Opening Price of the position rolled into, which would be the same in the absence of the swap rate. Therefore, you may make or lose money on this aspect of the rollover, depending on the relative interest rates of the Long and Short Positions in respect of the currencies in the Currency Pair that you are holding.

Invast will continue to roll your positions until you notify Invast of your intention to take delivery or Close Out the Currency position. There are no commission charges for these "rollover" transactions.

Delivery is not available if you are trading on a Position Based system.

l) Financing of Position Based Spot Forex Trades

Each Business Day at 17:00 EST (8:00a.m. AEST), a debit or credit will be applied to your Account to account for the interest payment or receipt due as a result of the positions held in your Account. This procedure will occur daily until you Close Out the Currency position. Delivery is not available if you are trading on a Position Based system. All positions will remain open until closed by you or your Risk Level reaches 50% or less.



17. KEY BENEFITS AND RISK FACTORS

The trading of Spot Forex and CFDs provide a number of benefits which must, of course, be weighed up against the risk of using them. Benefits include:

Hedging

You can use Spot Forex and CFD products to hedge your exposures to the underlying assets. Our foreign exchange and derivative products provide risk management tools to enable those with foreign currency and other underlying assets exposures to protect their business against adverse exchange rate movements, provide certainty of foreign exchange rates, exposures and cashflow certainty. Our CFDs can also provide a hedge against rising or falling prices in asset prices.

Speculation

You can also use these financial products for speculation, or the view to profiting from exchange rate fluctuations and the rises and falls in the gold silver and oil prices.

Market Position

You can potentially profit (and lose) from both rising and falling markets depending on the strategy you have employed. Strategies may be complex and strategies will have different levels of risk associated with each strategy.

Leverage

The use of our financial products involves a high degree of leverage. These contracts enable a user to outlay a relatively small amount (in the form of initial margin) to secure an exposure to the underlying currency or financial product. This leverage can work against you as well as for you. The use of leverage can lead to large losses as well as large gains.

Despite their significant benefits, trading Spot Forex Contracts or CFDs carries a high level 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 Spot Forex Contracts and CFDs, you should carefully consider your investment objectives, level of experience, and risk appetite. No deposit or other amount you have paid to Invast (such as Initial Margin or Variation Margin) will limit your losses, and therefore you should not invest or risk money that you cannot afford to lose. You should be aware of all the risks associated with trading, and seek advice from an independent financial advisor if you have any doubts. Past results are not necessarily indicative of future results.

When engaging in trading, your liability is not limited to the initial investment or to the equity in your Account, but rather it extends to all losses incurred in relation to your Account.

Trading in Spot Forex Contracts and CFDs involves a high degree of risk that will continue to exist notwithstanding the use of methodical market analysis, disciplined trading strategies, the employment of sophisticated market order entry, surveillance, and Stop Loss Orders or other similar strategies. Further, although you may seek to reduce your risk through relative diversification or other trading strategies, you cannot be assured that substantial losses will not in fact occur.

This risk will remain notwithstanding any performance calculations that may be demonstrated or any that may have been provided by a third party trading system, course, program, research, recommendation, or by a representative or other agent of Invast, even if such may be interpreted as showing stability of principal and a return on the same. Consequently, no assurances may be given concerning the preservation of capital invested, a return on capital, or that further Capital contributions may not be required from you in certain market circumstances. The risk factors contained in this section are not intended to be an exhaustive explanation of the risks involved with investing, trading of financial products the subject of this PDS but provides the significant risk you should be aware of in trading such financial products.

Part 1: Risks applying to all products offered under this PDS (Spot Forex Contracts and CFDs)

The following specific risks all apply to trading in Spot Forex Contracts and CFDs:

a) Volatility risk

Spot Forex Contracts and CFDs can be extremely volatile. Prices can substantially increase or decrease without notice. Price movements are influenced by numerous factors. Depending on the relevant type of Underlying Asset, different factors will impact the movement in the Underlying market price. Among them:

- changing supply and demand relationships
- government trade, fiscal, monetary and control policies at the local, national, and international level, as well as, a variety of other political events
- trade functioning
- advancement and degradation in industrial technology
- changes in interest rates
- changes in foreign Exchange Rates. The value of your Account may vary or decline according to prevailing Currency Exchange Rates versus your market positions and although an Account has previously obtained positive trading results, no assurances may be given that such will occur in the future.
- the ability to disseminate information on a global scale
- various other occurrences and events

If you do not have the extra Capital you can afford to lose, you should not begin trading.

b) Leverage risk

Leverage risk arises from the margining system applicable to Spot Forex Contracts and CFDs, which generally involves you paying an Initial Margin which is a comparatively small proportion of the total consideration payable for the trade. A relatively small movement in the Underlying Asset can have a substantial effect on your trade. An adverse movement in the price can not only quickly result in the loss of your entire Margin, but may also expose you to a large additional loss since the Margin as a proportion of the total trade consideration may be less than the adverse movement of the price. This means that you could lose the initial equity you invest plus the additional value of the total trade which we have lent to you to enable you to start trading with us. See section 16(i) of the PDS for more information about leverage.

You should also be aware that Leverage risk can be increased through the use of a credit facility or any form of borrowing to fund your trading in Spot Forex Contracts and CFDs.

c) Risk of fluctuations and resulting losses

You bear the risk for all fluctuations in the market value of your Account and you are responsible for any delays in crediting or debiting of your Account and any losses that derive from such delays. In cases where fluctuations are extreme, such as gapping, even stop loss orders may not be able to limit your pre-defined loss limits.

d) No guarantee of profit potential

Invast cannot guarantee that you will receive any return on your investments or that you will not lose some, all, or additional sums of your Capital. Invast considers that all funds used for, and added to, your Account for Spot Forex Contracts or CFD trading, should derive from Capital that has been set aside strictly for speculative investment purposes. All such funds used for speculative investing should be considered as disposable income by you and any loss of this money should not affect your lifestyle.

e) Risk of unprofitability

There exists a Credit Risk that Invast itself may be subject to adverse trading losses which could, in turn, jeopardize the capital you have on account with Invast. Invast addresses this risk through prudent corporate governance measures, and implementing stringent financial monitoring and risk management procedures, such as maintenance of net tangible asset position, stress testing and appropriate hedging policies.

f) Lack of registration, official approval, or endorsement

The investment opportunities detailed in this PDS have not been, and will not become, registered under any federal or any state securities or commodities law in Australia or overseas. ASIC does not approve or endorse products offered by licensees, nor have they been officially approved by other overseas regulators. No regulatory authority has passed upon or endorsed the merits of this investment or the accuracy or adequacy of this document. You must rely upon your own and/or your financial, legal and/or tax advisor's examination of Invast and the merits and terms of this investment in making a decision whether to make this investment.

g) Limited protection

An Account maintained with Invast is not insured and is not guaranteed by the Australian Government. Please refer to section 12 and 13 of this PSD for details of how Invast deal with Client Money.

h) Potential conflicts of interest

Invast's trading activities may give rise to certain conflicts of interest with regard to your Accounts. Occasionally, Invast officers and/or employees may take open market trading positions distinct from those of the investor. Additionally, other trading investors using the services of Invast may take positions either advantageous to or adverse to that of other Invast investors.

i) Potential conflicts of interest with respect to counterparties

Invast's trading activities may give rise to certain conflicts of interest with regard to market trading. This is because Invast quotes the prices at which it will enter into trades with you, acts as a principal in the trade and either buys or sells the Spot Forex Contract or CFD position sought by you. In this capacity, Invast acts as the counterparty to your trades and the relationship between the potential loss of one party (e.g. you or Invast) and the potential gain of another party (e.g. you or Invast) are directly comparable. In various select circumstances, Invast may or may not either Offset or place a hedge trade against the position it has taken from you. In those cases where an accepted trade is passed on to a second trading dealer or a hedge position is taken against the trade Exposure taken by Invast on your behalf, Invast should have no concern whether your position appreciates in value, or otherwise, as Invast's capital should not be at risk. Yet, in those cases where Invast acting as the counterparty, takes the trade Exposure, then its capital structure is at risk directly proportionate to your trading position, although the same must be measured against its entire account base being maintained on behalf of its overall clients' net market position.

j) External market trading risk

Trading on a financial market on which an Underlying Asset is traded may be suspended or halted at any time. This means that, during that trading suspension or halt, you may not be able to effect new or existing Orders or Close Out of any existing Open Positions in a Spot Forex Contract or CFD where trading in the Underlying Asset for that Spot Forex Contract or CFD is suspended or halted.

In addition, your open Spot Forex Contract or CFD position may be closed if there is any interruption to trading on the market for the Underlying Asset or if the Underlying Asset is no longer traded for any other reason, for example where the index on which the Underlying Asset is based is no longer traded. As a result of such suspensions, halts or interruptions you may realise a loss on that Spot Forex Contract or CFD trade where you are prevented from implementing your desired trading strategy.

Whilst acting reasonably, we have the discretion, where trading in an Underlying Asset of any Invast product or service is halted or suspended, to:

1. close any Open Positions in the affected Spot Forex Contract or CFD;
2. void or cancel any Open Positions in the affected Spot Forex Contract or CFD;
3. adjust the price or value of any Open Positions in the affected Spot Forex Contract or CFD;
4. suspend trading or alter trading times or the trading rules of Invast MT4, Invast cTrader and/or ST24
5. not accept any Market Order;
6. vary the Initial Margin or Margin Requirement, Initial Margin Factors, minimum and maximum sizes and our prices;
7. require immediate payment of all amounts owing to us;
8. vary the method of calculating the financing charge;
9. do or omit to do anything it believes reasonable to protect itself and its clients. These halts, suspensions or interruptions may cause you to suffer a loss, for example because they prevent you from implementing your desired trading strategy in respect of the affected products.

Invast generally prohibits new Spot Forex Contract or CFD positions from being opened, or existing positions to be varied or closed, if trading in the Underlying Asset is halted or has been suspended. If Invast chooses to quote a market during a halt or suspension in the Underlying Asset, Invast reserves the right to widen the spread on that asset, but Invast will not modify margin requirements of any position or close out procedures. The Director of Global Execution (or in their absence, another Director of Invast) determines whether Invast will quote a market and will make the decision whether to accept or reject orders during any halt or suspension in a market. If Invast chooses to quote during a halt or suspension, Invast will quote using out-of-hours pricing. There are additional risks of opening a trading position when an Underlying Asset is suspended or halted, including the risk that you will not be able to close out your position during the time that the Underlying Asset is suspended or halted.

Checks within the system will ensure any order triggered on a market that is halted or suspended is referred to Invast's execution desk. Depending on the reason why trading in the particular market was halted or suspended, and whether it is likely to be halted or suspended for only short time or more long term, the Director of Execution may also choose to suspend the Invast market until the Underlying Asset is available in the relevant market.

k) Maintenance of trades and account positions

It is your obligation and duty to maintain supervision and surveillance over the trades entered into your Account and to ensure that your Account has sufficient Margin to maintain open positions. The ability to determine the actual activity in an Account, including profits, losses, and current cash equity balance is made available to you, among other methods, by internet access to Invast's software. Invast cannot be held responsible, however, for any communication or internet breakdowns, difficulties or delays. Invast may act to offset improperly maintained positions without notice to you (e.g. failure to maintain necessary or minimum required Margin). In addition, account summaries, statements, confirmations, purchase and sales and notices may be accessed via your computer to Invast's internet link to its server which may be accessed only with software provided to you by Invast.

l) Risk of illiquidity

The market for some or all Spot Forex Contracts or CFD trading may have a low trading volume and become illiquid. The lack of liquidity may prevent you from taking positions in Spot Forex Contracts or CFDs or from promptly liquidating unfavourable positions in such trading, thus resulting in you incurring substantial losses.

m) Day trading risks

If you engage in day trading, you experience particular risks. These risks include, but are not limited to:

- the risk that dealer Spreads for frequent trading can reduce, eliminate, or exceed the profits that might be obtained from day trading in the absence of such costs. Such transaction costs may also vary significantly to the amount of any trading losses that may be incurred; the risk that a position which might be profitable over a long period of time might be unprofitable during the course of a single day and thus could result in a loss
- there is also a risk in day trading that you might wish to exit the market before the end of the trading day but, due to market conditions, such as illiquidity, may be unable to do so, thus resulting in you having to remain in the market for a longer time than intended.

n) Technological risks

Invast cannot guarantee that Invast MT4, Invast cTrader and/or ST24 will be available at all times or accessible when the exchanges on which the underlying in respect of which you have traded or wish to trade are open. Invast has recovery procedures in place to minimise the time which the internet trading platform is either unavailable or inaccessible. It should be borne in mind that in the event that Invast MT4, Invast cTrader and/or ST24 is unavailable or inaccessible, during the trading hours of Invast, customers can call the execution desk on +61-2-8036 7555 or 1800 INVAST (1800 468 278)

Trading Facilities: Most electronic trading facilities are supported by computer-based component systems for the order-routing, execution, matching, registration or clearing of trades. As with all facilities and systems, they are vulnerable to temporary disruption or failure. Your ability to recover certain losses may be subject to limits on liability imposed by the system provider, the market, the clearing house and/or member firms. Such limits may vary. You should ask the firm with which you deal for details in this respect.

Electronic Trading: If you undertake transactions on an electronic trading system, you will be exposed to risks associated with the system including the failure of hardware and software. The result of any system failure may be that your Order is either not executed according to your instructions or is not executed at all.

Internet Trading Risks: There are risks associated with utilizing an Internet-based deal execution trading system including, but not limited to, the failure of hardware, software, and Internet connection. Because Invast does not control signal power, its reception or routing via Internet, configuration of your equipment or reliability of its connection, Invast is not responsible for communication failures, distortions or delays when trading via the Internet. Invast employs back-up systems and contingency plans to minimize the possibility of system failure, and trading via telephone is always available.

Accuracy of Information: The content on Invast's website is subject to change at any time without notice, and is provided for the sole purpose of assisting you to make independent investment decisions. Invast has taken reasonable measures to ensure the accuracy of the information on the website. Invast, however, does not guarantee its accuracy, and is not liable for any loss or damage which may arise directly or indirectly from the content or your inability to access the website, for any delay in or failure of the transmission or the receipt of any instructions or notifications sent through this website.

Differences among electronic trading systems: Trading or routing Orders through electronic systems varies widely among the different electronic systems. You should consult the rules and regulations of the electronic system and/or listing the contract traded or order routed to understand, among other things, in the case of trading systems, the system's Order matching procedure, opening and closing procedures and prices, error trade policies, and trading limitations or requirements; and in the case of all systems, qualifications for access and grounds for termination and limitations on the types of Orders that may be entered into the system.

Each of these matters may present different risk factors with respect to trading on or using a particular system. Each system may also present risks related to system access, varying response times, and security. In the case of internet-based systems, there may be additional types of risks related to system access, varying response times and security, as well as risks related to service providers and the receipt and monitoring of electronic mail.

o) Failure of Invast- counterparty risk

The Spot Forex Contracts and CFDs Invast offers are over the counter transactions. This means that when you trade any of these products with us, the transaction is not undertaken on a licensed financial market such as a securities exchange or futures exchange. Therefore, some of the protections afforded to trades conducted on licensed markets, such as having the benefit of a central clearing house to guarantee our obligations to you under Spot Forex Contracts or CFDs, are not available for trading with us. We are your counterparty in each Spot Forex Contract and CFD you enter into and so you are directly exposed to the financial risk of dealing with us. As a consequence, if Invast were to become insolvent or otherwise fail to maintain its business then there is the possibility that we might not be able to meet any or all of our obligations under the Spot Forex Contracts or CFDs we enter into with you. This means that you could suffer a loss if we are unable to pay to you any amounts we owe you in respect of a Spot Forex Contract or CFD transaction. However, please refer to section 12 and 13 of this PDS for details of how Invast deal with Client Money.

p) Margin risk

In exercising our rights under the Terms we may close any of your open Spot Forex Contract or CFD positions, exercise a right of set-off, close your accounts or refuse to accept any further trades from you upon the occurrence of an event of default or if your account moves into deficit (see further discussion below) and it is necessary to mitigate both your and our losses or as otherwise provided in the Terms. You may realise a loss on that Spot Forex Contract or CFD when your position is compulsorily closed out or may be otherwise prevented from implementing your desired trading strategy.

The Margin Requirement is the amount that is required to be deposited with us in order to open a Spot Forex Contract or CFD position and represents a percentage of the contract value. If the market moves against you and your account moves into deficit, we may compulsorily Close Out your position, potentially at a loss to you, and you will be liable to us for any resulting deficit. Therefore you should not open trades in Spot Forex Contracts or CFDs in sizes that are so large that you are not sure that you will be able to continue to satisfy the Initial Margin Requirement if the market moves against you.

q) Client monies account risks

As noted in section 12, Invast will hold funds you deposit with us in a segregated client moneys account which is operated as a trust account. This ensures that clients' funds are kept separate from Invast's funds.

Please refer to section 13 of this PDS for details of how Invast deal with Client Money.

r) Jurisdictional risk

As stated above, Invast Financial Services is a wholly owned subsidiary of Invast Securities in Japan. The laws of the Japan may be different from Australian laws. To the extent that the laws of another country could apply to you and Invast, then the application of these laws could result in lesser protection for you than under Australian laws.

s) Changes in margins, fees and costs risk

The Margin requirements, fees and costs associated with trading in Spot Forex Contracts or CFDs can be found in Section 16 or on our website at www.invast.com.au. These fees and costs can be changed by Invast under the Terms subject to providing existing clients with 30 days' prior notice of any increase in fees and costs. All changes that are materially adverse to investors, that is, changes of a material and extraordinary nature, which may reasonably be likely to have a material influence on a decision of a reasonable client to trade, will be disclosed by way of a Supplementary PDS (SPDS) or a new PDS. Otherwise, any changes in Margin requirements, fees and costs that are not materially adverse to investors, for example changes made as a result of the day-to-day Volatility of the regular market functioning will not require the issue of a SPDS or new PDS and will be notified to investors on our web-site on the day the change becomes effective. See section 16(g) of the PDS for more information on how our Margin requirements may change from time to time.

t) Regulatory change and legal risk

Regulatory changes in taxation, corporations and other laws, as well as fiscal, monetary and regulatory policy changes may affect your dealings with Invast and may restrict the types of Spot Forex Contracts and CFDs that we are able to offer you.

Furthermore, as a member state of the United Nations, Australia is obliged to implement United Nations Security Council sanctions. Australia also may be required to implement other international sanctions and sometimes imposes unilateral sanctions. Sanctions can cover various subject matters including financial restrictions. Consequently, we may be prohibited from dealing with certain persons or entities. This means that if we become aware that you are a proscribed person or entity, then we may be required to suspend, cancel or refuse your services or close or terminate any Account, facility, transaction, arrangement or agreement with you. This may cause you to suffer a financial loss as well as have opportunity costs for you.

u) Event of default

Under the Terms we may close your position, exercise a right of set-off, close your Accounts or refuse to accept any further instructions from you upon the occurrence of an event of default as defined by the Terms. It includes, without limitation, events such as non-payment of fees and charges due to us, insolvency or breach of Terms.

v) Risks of trading in accordance with third party systems, courses, programs, research or recommendations.

- No endorsement of third party systems or other methods: Invast does not and cannot endorse or vouch for the accuracy or completeness of any information or advice you may have received or may receive in the future from any person not employed by Invast.
- Reliance on third party information or advice: If any third party, including any third party who may recommend Invast, provides you with information or advice, Invast is in no way responsible for any loss subsequently incurred by you resulting from reliance on such information or advice.

- Risk of using third party systems and/or other methods: To the extent that you have been led to believe or believe that utilizing any third party trading system, course, program, research or recommendations may result in trading profits, including trading done under a system, course, research or recommendation of a third party involves risk of loss. Additionally, you should understand that the use of a third party trading system, course, research or recommendations will not necessarily result in profits, and avoid losses or in any way limit losses.

Part 2: Risks specifically applying to Spot Forex Contracts

- a) Maximum and minimum trade limits/Restricted trade sizes

Invast may impose limits on the size of any Spot Forex position you wish to open. A minimum size may be set by Invast. A trade can be no more than the maximum size set by Invast. Invast may refuse to open a trade which is lower than the minimum size or larger than the maximum size of trade. Where your position evolves to be outside the maximum or minimum size limits, Invast may also Close Out your position under the Terms. There are limits on the size of any Spot Forex position as follows:

- Minimum size: the size must at least be equal to the minimum size Invast determines
- Maximum size: the size cannot be more than:
 - the maximum size Invast determines set; or
 - if lower, the maximum size is calculated as follows:

Your proposed current position divided by (price multiplied by IM Factor for the trade you wish to place). Note that price is the Invast quoted current price of the trade you wish to place.

Depending on the size of any Offer to trade, we are entitled to accept and execute it in tranches. The maximum and minimum size limits are set out in the www.invast.com.au/legals/market-information-sheets.

- b) Adverse effects of increased regulation of Currency interests

To the extent that you will be entering into Currency transactions in Australia, you will be subject to Australia rules and regulations. Regulation of Currency trading is undertaken by national authorities. Such regulation is ongoing rather than static, therefore making it impossible to predict what statutory, administrative, or exchange imposed restriction may become applicable in the future.

Consequently, it is not possible to accurately anticipate what, if any, regulatory changes may be imposed on the free flow and trading of currencies and how such actions might affect Invast's services and ability to allocate and reallocate assets to and from the trading of currencies. Currency markets and values are largely dependent on the success or failure of traditional financial and Stock Markets in the home country of the Currency. In today's global economy, Currency values may also be dependent on stocks that are tied to another nation's exchanges. These stock, financial, and Currency markets may be subject to increased scrutiny by regulatory authorities. Regulations could significantly restrict Invast's ability to allocate and reallocate assets to and from Currency positions, to your detriment. Government intervention and/or regulation may also cause a rapid shift in the value of certain currencies and possibly lead to large scale losses.

Part 3: Risks specifically applying to CFDs

- a) Risk of Slippage and gapping through

The underlying markets for CFD products are subject to fluctuations. These fluctuations can result in a rapid change in the price of the underlying and the derived CFD price. A fluctuation can have a significant effect on your position. Markets may also be subject to gapping through. Gapping through is the result of a rapid movement in prices or where the market jumps from one price to a much higher or lower price. You bear the risk for all fluctuations in the market value of your trading account and you are responsible for any delays in crediting or debiting of your account and any losses that result from such delays. For more information about the risks associated with slippage and gapping through, see Section 17(c) of the PDS.

- b) Risk of fluctuations and resulting losses

You bear the risk for all fluctuations in the market value of your Account and you are responsible for any delays in crediting or debiting of your Account and any losses that derive from such delays. The underlying markets for CFD products are subject to fluctuations. These fluctuations can result in a rapid change in the price of the underlying and the derived CFD price. A fluctuation can have a significant effect on your position.

c) Specification risk

Invast may vary any specifications or rules which apply to a market or Underlying Asset with or without giving you prior notice if the variation is not substantial or material in particular by publishing details in the Market Information Sheets. However, Invast will provide you with information regarding the change as soon as reasonably practicable after the change, usually, where circumstances allow, 30 Business Days prior to the change becoming effective, but in any event not more than 3 months after the change occurs, as required under section 1017B(5) of the Corporations Act. However, 30 days' notice will be given for any change that relates to an increase in fees and charges.

d) Interest risk

Under the Terms, Invast may charge you interest on any late payments. The rate of interest will be four (4) percentage points above the base rate of Barclays Bank Plc or the maximum interest rate allowed by law, if lower. Invast will charge you this interest until you have paid the amount in full. Invast will also charge you this interest before and after any judgment we might obtain against you. You can obtain additional information about the Reference Rate on request from Invast.

e) Unfavorable exchange rate movements

CFD trades are conducted in the relevant Currency of the Underlying Asset. For example, an equity CFD for a US company will be settled in USD. The profit or loss made on a CFD trade may be adversely affected by the Exchange Rate applied at the time of settlement. Your net position in terms of AUD will depend on the difference of conversion rate applied to the relevant Currency Pair when you open and when you close your CFD position.

f) Cessation of the Underlying

Under the Terms we may close your CFD position if there is a substantial change to the Underlying, or to the basis on which the Underlying is calculated, an interruption to trading in the Underlying or if the Underlying ceases to be traded for any reason. For example, for an equity CFD, the relevant company ceases to be a listed entity on a stock exchange.



18. SPOT FOREX INVESTING: THE BASICS

Transactions in Spot Forex are volatile and any investment in such transactions is exposed to the risk of complete depletion of an Account and can expose you to losses beyond the Account's value.

Invast strongly encourages prospective investors to study carefully the international monetary system in order to gain a firm understanding of the nature of the trades in which you will be engaging and to carefully read this PDS to fully understand all the risks involved in transactions in Foreign Exchange Contracts.

Introduction to Forex:

The Forex market is the largest financial market in the world, with the average daily volume of around \$5 trillion per day. If you compare that to the \$25 billions a day volume that the New York Stock Exchange, you can easily see how enormous the Foreign Exchange market really is.

There are many participants in the Forex markets including banks, central banks, commercial companies, investment management firms, hedge funds, retails Forex brokers and individual traders. Over 85% of this volume is traded for speculation purposes.

What is Forex?

FX, Forex, Spot FX or just Spot are commonly used abbreviation for “foreign exchange”. The simple definition of Forex trading is the simultaneous buying one currency and selling of another. The Forex market allows you (speculators and/or investors) to profit from forecasting the direction of Spot Forex rates by either go Long (buying to expect the market price will go higher) or go short (selling to expect market price to go lower). You can trade various currency pairs around the world with Invest, 24 hours a day, 5 days a week.

When Can Currencies Be Traded?

The most popular currencies along with their symbols are shown below:

Symbol	Country	Currency
USD	United States	Dollar
EUR	Euro members	Euro
JPY	Japan	Yen
GBP	Great Britain	Pound
CHF	Switzerland	Franc
CAD	Canada	Dollar
AUD	Australia	Dollar
NZD	New Zealand	Dollar

Which Currencies Are Traded?

The most popular currencies along with their symbols are shown below:

The most actively traded Forex pairs are:

- 1.EUR/USD
- 2.USD/JPY
- 3.GBP/USD
- 4.USD/CHF
- 5.AUD/USD
- 6.USD/CAD

Forex Quote:

Because you are always comparing one currency to another, Forex is quoted in pairs.

The examples below are for illustrative purposes only. The rates and figures quoted are hypothetical and do not represent actual rates or figures.

Forex prices are quoted in pairs, as you are effectively buying one currency and selling another. In this example there is a news story that has led you to believe Euro will rise against the USD. The first currency listed in a pair is known as the base currency. It is also sometimes referred to as the primary currency. The second currency in a forex pair is known as the quote currency, or counter currency.

You decide to buy 100,000 (1 Lot) of EUR/USD at 1.30972/30982, which costs you USD\$130,982 (ie $1.30982 \times 100,000$). A few weeks later the price stands at 1.40260/1.40270, meaning that the 100,000 (1 Lot) you hold is now worth USD\$140,260 (ie $1.40260 \times 100,000$) if you intended to sell. You decide to take your profit, converting your Euros back into US dollars for a profit of USD\$9,288 ($\$140,260 - \$130,982$). A breakdown of the transaction can be seen in the table below.

Forex table	EURO	USD
Buy 100,000 x 1.30982	100,000	130,982
EUR/USD Increases		
Sell 100,000 x 1.40270	100,000	140,260
Profit from the difference		9,278

Note: The rate quoted for a currency pair is the Spot Forex rate which settles 2 Business Days after being traded. However, most positions are rolled forward on a daily basis or even monthly basis. A forward rate is applied to account for the interest rate differential between the two currencies. The interest rate differential between two currencies is the main driver of the trend in their exchange rate but a high interest rate alone does not determine a currency's strength relative to other currencies.

What Is A Pip?

A pip is the smallest price unit in any currency pair. Most currency pairs, except Japanese yen pairs, are quoted to four (or five) decimal places. For example, a movement from 1.2933 to 1.2943 EUR/USD is 10 pips, making a pip equivalent to 0.0010. On the other hand, for USD/JPY, a movement from 100.98 to 100.99 is also one pip, making a pip equivalent to 0.01.

What Is Margin Requirement?

All trades are executed using borrowed money. This allows you to take advantage of leverage. Leverage of 100:1 (Default margin by InVast) allows you to trade with \$1,000 in the market by setting aside only \$10 as a security deposit. This means that you can take advantage of even the smallest movements in currencies by controlling more money in the market than you have in your account. On the other hand, leverage can significantly increase your losses. Trading foreign exchange with any level of leverage may not be suitable for all investors.

The specific amount that you are required to put aside to hold a position is referred to as your margin requirement. Margin can be thought of as a good faith deposit required to maintain open positions. This is not a fee or a transaction cost, it is simply a portion of your account equity set aside and allocated as a margin deposit.



19. NET BASED AND POSITION BASED SPOT FOREX TRADING

a. Net Based Spot Forex

Net based trading systems have been used for many years for trading by large Spot Forex traders, including international money center banks. This system takes all open trades and does a daily “roll” which re-prices the Open Positions at the prevailing market rates. This roll process includes slight price adjustments which take into consideration the interest components associated with the Short and Long Positions associated with each Currency Pair. Therefore, after the daily roll, all Open Positions lose their connectivity from the original trade and become “fungible”, i.e. indistinguishable from other trades of the same Currency Pair.

An example:

Foreign Exchange										
Transaction Date/Time	Currency Pair	Order Type	Buy/Sell	Base Currency Amount	Exchange Rate	Counter Currency Amount	Value Date	Order#	Commission, USD	Profit/Loss, USD
9/4/2009 15:52	AUD/USD	DDL	S	10,000 DB	0.8463	8,463 DB	9/8/2009 19:00	302245632	0.00 CR	0.00 CR
9/4/2009 15:52	AUD/USD	DDL	S	10,000 DB	0.8464	8,464 DB	9/8/2009 19:00	302245714	0.00 CR	0.00 CR
9/4/2009 15:52	AUD/USD	DDL	S	10,000 DB	0.8465	8,465 DB	9/8/2009 19:00	302245708	0.00 CR	0.00 CR
9/4/2009 17:19	AUD/USD	DDL	S	10,000 DB	0.8517	8,517 DB	9/8/2009 19:00	302259594	0.00 CR	0.00 CR
9/4/2009 17:23	AUD/USD	DDL	S	10,000 DB	0.8532	8,532 DB	9/8/2009 19:00	302260102	0.00 CR	0.00 CR
9/4/2009 20:50	AUD/USD	RCL	B	50,000 CR	0.8515	42,575.00 CR	9/8/2009 19:00	302286178	0.00 CR	134.00 DB
9/4/2009 20:50	AUD/USD	ROP	S	50,000 DB	0.85138	42,569.40 DB	9/9/2009 19:00	302286180	0.00 CR	0.00 CR

The five sell contracts entered into at various prices are “roll closed” at .8515 and “roll opened” at .85138. Note the difference between the two prices (.000123) that is the net interest charge for the short AUD position and the long USD position. The five sell contracts are now identically priced at the new roll open price of .85138. They are no longer separate and distinct positions.

Any future Offsetting Order (a buy in the above example) is deducted from the aggregate position of five sell contracts and not identified with any specific sell contract.



The current Net Based system also has delayed settlements of two days after a position is closed in most crosses. This leads to “unrealized p/l” and “in conversion p/l” prior to the final settlement of p/l at which time it becomes “settled p/l”.

b. Position Based Spot Forex




Position Based Spot Forex trading operates differently from the Net Based system. The primary difference is the uniqueness of each trade versus the “aggregation” of trades in a Net Based system.

For example, a customer enters into the following initial trade:

The customer then enters into a second trade in the same currency pair. The Position Based system will show each trade separately and indefinitely, until a closing trade is made.

Order /	Time	Type	Size	Symbol	Price	S / L	T / P	Price
 14009024...	2013.07.12 03:21	buy	1.00	eurusd	1.30932	0.00000	0.00000	1.30930
 Balance: 94 175.47 USD Equity: 94 173.47 Margin: 261.86 Free margin: 93 911.61 Margin level: 35962.74%								

Unless you employ a Close At Market Order, when trades are closed the system will always process these as FIFO (First In First Out). That means that the system will close out the position(s) that have been open the longest.

Order /	Time	Type	Size	Symbol	Price	S / L	T / P	Price
 14009024...	2013.07.12 03:21	buy	1.00	eurusd	1.30932	0.00000	0.00000	1.30935
 14009025...	2013.07.12 03:25	buy	1.00	eurusd	1.30948	0.00000	0.00000	1.30935
 Balance: 94 175.47 USD Equity: 94 165.47 Margin: 523.76 Free margin: 93 641.71 Margin level: 17978.74%								

In Position based Spot Forex, the system will not allow accounts to have both a long and a short position open at the same time in the same instrument (same as the Net Based system). They will cancel each other out. If a customer wishes to trade in this manner, a separate account will be required.

Position Based accounts will settle immediately and never have Unrealized P/L. There is no 2 day delay between closing position and settlement, like in the Net Based system. If necessary, a conversion rate will be assigned based upon the most recent conversion rate updated in the system and the P/L will settle into cash.

An example:

Jul 9, 2010 5:56:31 AM	GBP/USD	DOL	B	100,000 CR	1.51657	151,657.00 CR	249144070	0.00 CR	0.00 CR
Jul 13, 2010 5:06:48 AM	GBP/USD	MKT	S	100,000 DB	1.50231	150,231.00 DB	249511528	0.00 CR	1,426.00 DB
								Net, USD	0.00 CR 1,426.00 DB
Jul 9, 2010 5:56:25 AM	USD/JPY	DOL	B	100,000 CR	88.682	8,868,200.00 CR	249144102	0.00 CR	0.00 CR
Jul 13, 2010 5:06:53 AM	USD/JPY	MKT	S	100,000 DB	88.536	8,853,600.00 DB	249511596	0.00 CR	164.98 DB
								Net, USD	0.00 CR 164.98 DB

Conversion activity detail

Transaction Date/Time	Currency Pair	Order Type	Buy/Sell	Base Currency Amount	Conversion Rate	Counter Currency Amount	Value Date	Order#
Jul 13, 2010 5:06:53 AM	JPY	CONV	B	164.98 CR	0.0113	14,600.00 DB	Jul 13, 2010 5:06:53 AM	249511598

UnRealized P/L:

USD 0.00 CR

Financing Example:

Jul 12, 2010 10:16:21 PM	Financing: <!-- from ticket 8158428 --> USD/JPY, Rate=-0.0005, days=1, E-rate: 0.0113	0.56 CR
Jul 12, 2010 10:16:21 PM	Financing: <!-- from ticket 8158512 --> GBP/USD, Rate=-0.000007, days=1	0.70 CR



20. WORKED EXAMPLES SPOT FOREX CONTRACTS

The examples below are for illustrative purposes only. The rates and figures quoted are hypothetical and do not represent actual rates or figures.

Example 1: Spot Forex Contract

You need to make a payment of USD\$100,000 to an overseas entity in 2 Business Days. To make this payment you need to sell AUD and buy USD. Invest quotes you a spot Exchange Rate of AUD/USD 0.91658/0.91678. You enter into a Spot Contract to purchase USD\$100,000 and sell AUD at the quoted Exchange Rate of AUD/USD 0.91658.

On the Settlement Date you are required to pay:
AUD\$109,101 ($\text{USD}\$100,000 \div 0.91658$)

Assuming the Initial Margin Requirement is 1%, you are required to hold 1% of the value of the open contract in your Account before Invest, through its trading software, Invest MT4, Invest cTrader and/or ST24 will accept the Order. In this case the value of the contract when it is opened is AUD\$109,101 (USD\$100,000). You would be required to have AUD\$1,091 (representing approximately 1% of AUD\$109,101) in equity in your Account in order to enter this transaction. If you do not have the Initial Margin Requirement the Order will not be accepted by Invest through its trading software, Invest MT4, Invest cTrader and/or ST24

The position will remain open until:

- a. you instruct us to Close Out the position
- b. your Account becomes Margin deficient and Invast exercises its discretion to Close Out the Open Position; or
- c. the Total Equity Level of your Account falls to or below 50% of your Total Margin Requirement, Open Positions are automatically Closed Out. In this example, the Open Position would be automatically Closed Out if the equity in the Account is less than AUD\$545.50 (being 50% of AUD\$1,091). Had you not entered into a Spot Contract, the amount of AUD you would have needed to pay in 2 Business Days would have depended on the Exchange Rate quoted for that day.

If the AUD had increased in value (the USD decreasing in value) you would have needed to pay less AUD. For example, If the AUD had risen to AUD/USD0.93802 you would have needed to pay:

AUD\$106,607 (USD100,000 = AUD/USD \$0.9380)

If the AUD had decreased in value (the USD increasing in value), you would have needed to pay more AUD.

For example if the AUD had fallen to AUD/USD0.9080 you would have needed to pay:

AUD\$102,249.49 (USD\$100,000 = AUD/USD \$0.9080)

Once a position is closed or delivery is taken no further Margin is required.

By entering into a Spot Contract you have ensured certainty of the future cash flow.

Example 2: Leveraged Spot Forex Contract

Customer feels that EUR will appreciate against the USD. Customer will attempt to benefit from this by buying EUR/USD.

Invast's quote on the EUR/USD is 1.30899/1.30909. Customer purchases 100,000 (1 Lot) EUR/USD at a rate of 1.30909 .

Assuming the Initial Margin Requirement is 1%, you are required to hold 1% of the value of the open contract in your Account before Invast, through its trading software, Invast MT4, Invast cTrader and/or ST24 will accept the order. In this case the value of the contract is 100,000 Euro (USD\$130,909). You would be required to have USD\$1309 (USD130,909 x 1%) equity in your Account in Order to enter into this transaction. If you do not have the Initial Margin Requirement the order will not be accepted by Invast, through its trading software, Invast MT4, Invast cTrader and/or ST24.

The position will remain open until:

- a. you instruct us to Close Out the position
- b. your Account becomes Margin deficient and Invast exercises its discretion to Close Out the Open Position; or
- c. the Total Equity Level of your Account falls to or below 50% of your Total Margin Requirement, and your Open Positions are automatically Closed Out. In this example, the Open Position would be automatically Closed Out if the equity in the Account is less than AUD500 (being 50% of AUD1,000).

Once a position is Closed Out is taken no further Margin is required.



21. CONTRACTS FOR DIFFERENCE (CFDs): THE BASICS

A contract for differences (CFD) is a contract with Invest to exchange the difference between the opening and closing values of a trading instrument, multiplied by the number of CFDs in the contract. CFDs can be contracts with an individual equity, Stock Index, bond, interest rate, inflation rate, commodity or currency pair as the underlying market.

Invest generally bases the prices of the CFDs you trade with us on the prices of the Underlying Assets to which the CFDs relate. Our prices are generally based on the Underlying mid-market price and we apply a Spread having regard to factors such as the depth and liquidity in the market for the Underlying Asset.

CFDs are Derivative products which allow you to make a profit or loss from fluctuations in the price of an Underlying Security or trading instrument, without actually owning the Security or instrument. To trade CFDs you must enter into a contract with Invest to exchange the difference between the opening value and closing value of the CFD, which is referenced to an Underlying Security or trading instrument. CFDs allow you to speculate on the rise or fall in the price of the Underlying Security or trading instrument.

CFDs are traded on margin which allows you to receive the commercial benefits of trading in the Underlying Security or trading instrument while avoiding many of the costs of purchasing the Underlying Security or trading instrument. The potential gain (or loss) from CFDs is the net position of your opening position less your closing position (after taking into account notional dividend payments, commissions, interest and other payments).

How do CFDs work?

When you enter into a CFD contract with Invast, the amount of profit or loss made on the CFD will be dependent upon, amongst other things such as commissions, interest payments and dividends, the difference between the price of the Underlying Security or trading instrument when the CFD is opened (entered into) and the price of the Underlying Security or trading instrument when the CFD is closed. Accordingly, as the price of the Underlying Security or trading instrument increases, the derived price of the corresponding CFD will also increase to reflect the movement of the Underlying. Similarly, a fall in the price of the Underlying Security or trading instrument will have a negative effect on the price of a CFD.

Open and close, long and short

You will open a CFD position by either buying or selling a CFD with Invast.

You will open by buying a CFD from Invast if you expect the Underlying Security or trading instrument to rise, the position you have is known as a “long” CFD position. You will sell a CFD to Invast if you expect the Underlying Security or trading instrument to fall and the position you have is known as a “short” CFD position.

To Close Out a “long” CFD position, you sell the CFD. To Close Out a “short” CFD position, you buy the CFD.

Depending upon the type of Underlying Security or trading instrument, a CFD can remain open indefinitely (subject to the investor meeting all their obligations under the Terms). A CFD derived from a perpetually quoted Underlying such as a security or cash market index will remain open, subject to all other provisions of the Terms, until the parties realise (that is, Close Out) their positions.

However, a CFD derived from an Underlying Security or trading instrument which itself has an expiry date (such as a CFD derived from Futures Markets) will expire on the basis of settlement and at a time and date specified in the www.invast.com.au/legals/market-information-sheets which for matters of liquidity, can differ from the expiry time and date of the Underlying or trading instrument on which Invast’s CFD is derived.

A CFD in Spot Markets may be subject to different charges which are explained in the www.invast.com.au/legals/market-information-sheets

Invast offers a CFD where the Underlying Security or trading instrument is an individual equity, an index, a Currency, a commodity, metal, a government bond or an interest rate. For further information on fees and charges in respect of the different types of underlying CFD based on Spot Markets, please refer to the www.invast.com.au/legals/market-information-sheets. Set out below is a brief description of each type of CFD.

Equity CFD

An Equity CFD derives its price from the fluctuations in the price of an individual equity and is continuously quoted during market hours for that individual equity unless it is suspended for any reason. Therefore, subject to all the investor's obligations to Invest being met, equity CFDs will remain open indefinitely. The position will be closed when the parties settle the difference between the purchase price and the sale price.

When you hold an Equity CFD you are entitled to commercial benefits such as adjustments in the CFD price to reflect payment of dividends but will not have the other benefits of ownership such as voting rights or franking credits attached to a dividend. However, your Account may still be credited/debited with an amount equivalent to a franking credit

Index CFD

An index CFD derives its price from fluctuations in the Underlying index. An index CFD is substantially the same as holding an Equity CFD except that the index CFD exposes the investor to an index which reflects a basket of individual equities.

FX CFD

An FX CFD derives its price from the Spot Price of a Currency Pair. A Currency CFD is cash-settled, meaning that while you will have Exposure to the underlying Exchange Rate, your CFD does not result in delivery of the Underlying Currency. There may be different fees and charges applicable to a CFD based on Currency spot or future underlying price. For valuation purposes all open Currency positions are converted to USD equivalents on a marked-to-market basis. If the Base Currency of an account is AUD, the market to market value of the account will be displayed in AUD.

Commodity CFD

A Commodity CFD exposes you to price fluctuations of commodity prices. Prices on commodity markets are quoted for various Spot Price and Future price contracts. There may be different fees and charges applicable to a CFD based on an underlying spot or future commodity price. For the current range of Commodity CFDs that Invest offer, please refer to the www.invast.com.au/legals/market-information-sheets for further details.

Interest Rate and Government Bonds CFD

An interest rate CFD allows the investor to obtain a notional Exposure to the underlying market in interest rates. Similarly a CFD in respect of Government Bonds will expose the holder to fluctuations in the Government Bond markets. Please refer to the Market Information Sheets for more details.

Instructions

Once you have opened an Account, you may give Invest instructions to purchase or sell a CFD based on the prices quoted by Invest on Invest MT4, Invest cTrader and/or ST24 or by the execution desk (if you provide instructions by telephone).

For each market, Invest quotes two prices:

- a buy (ask or offer) price, this is the higher price, and
- a sell (or bid) price, this is the lower price.

The difference between those two prices on any given market is called the Spread.

Invest acts as a principal in the trade (that is the counterparty to your transaction) and either buys or sells the CFD position sought by you. In this capacity, Invest assumes the risk of the trade in its entirety. The Settlement Risk for you is the risk that Invest will for any reason be unable to complete performance of the CFD trade (sometimes called "counterparty risk").

Profit will be made on a transaction when a CFD is sold for an amount higher than the amount for which it was purchased. For you to realise a gain from a profitable transaction, the profits from the transaction must exceed the costs of fees and other charges payable by you for the execution of the trade.

Loss will be incurred on a transaction where a buy CFD is sold for an amount less than the amount for which it was purchased, or a sell CFD is bought for an amount greater than the amount for which it was sold. You must maintain sufficient Margin in your Account.

All amounts payable by you to Invest will be deducted (debited) from your Account Balance and all amounts owing will be deposited (credited) to your Account Balance. Where Invest has a right of set off, Invest may deduct from any of the Accounts you hold with us, any amount payable by you to us.

You cannot simultaneously hold a buy and a sell CFD with Invest in the same market or the same underlying for the same expiry date. Under Invest's trading protocols, if you were to attempt to do this, whichever trade you placed first will (usually) be closed in whole or in part by the subsequent contra trade you place (in the same market for the same expiry date) and that subsequent trade may create a new Open Position.

Dividend adjustments

If you hold an open Long Position in a CFD in respect to an individual equity which pays a dividend you will be entitled to an amount equal to the individual equity's dividend payment (based on the number of CFDs you hold) if you hold the long CFD after the close of the Business Day before the individual equity is to go ex-dividend.

Conversely, if you hold an open Short Position in a CFD in respect of an individual equity which pays a dividend, your Account will be debited (reduced) for the amount of the dividend payment if you hold the short CFD after the close of the Business Day before the individual equity is to go ex-dividend.

In summary, dividend adjustments are credited to your Account for long CFD positions and debited from your Account for short CFD positions held after the close of the Business Day before the individual equity is to go ex-dividend, net of the tax requirements of the relevant tax authority, as determined by Invast acting reasonably. The table below sets out Invast's dividend adjustments for CFD:

Shares	Dividend adjustments
CFD based on Australian equities	Buy trades are credited with 85% of the equivalent amount of the gross dividend Sell trades are debited with 100% of the amount of the gross dividend
CFD based on UK equities	Buy trades are credited with 90% of the equivalent amount of the gross dividend Sell trades are debited 100% of the equivalent amount of the gross dividend
CFD based on US equities	Buy trades are credited with 85% of the equivalent amount of the gross dividend Sell trades are debited with 85% of the equivalent amount of the gross dividend
CFD based on US equities	Buy trades – amounts vary from country to country Sell trades are debited with 100% of the equivalent amount of the gross dividend



22. WORKED EXAMPLES FOR CFDs

The examples below are for illustrative purposes only. The rates and figures quoted are hypothetical and do not represent actual rates or figures. Profits and losses on CFDs are calculated by multiplying the size of the trade at closing by the difference between the Closing Price and Opening Price of the relevant trade less any amount payable to Invest in relation to the trade such as a commission or daily financing charge. In particular, you should note that the LIBOR rate used in these examples is hypothetical – as explained in Section 7, Part 3, the actual interest rate (e.g. LIBOR) may vary from time to time, but it will never be adjusted below a zero rate. The applicable rates of LIBOR, or alternative rates, that Invest employ are clearly stated in the www.invast.com.au/legals/market-information-sheets.

Example 1: Equity CFD

Telsta (TLS) is trading on the Australian Securities Exchange (ASX) at 4.80/4.81. Invast quotes Telstra CFD also at 4.80/4.81 (Invast quote on an individual equity will be dependent upon the liquidity of the underlying security). Telstra will be announcing its 2nd quarter results tomorrow. In the belief the results will be better than expected, you buy 5,000 CFD contracts. This means that for every cent the Underlying equity rises, you make AUD \$50 and for every cent it drops you lose AUD\$50. (This is equivalent in size to buying 5,000 equities in the underlying market itself.)

For this example the commission is 10 Basis Points (0.10%) . A commission of 10 Basis Points (Trade Price x CFD contracts x 0.10%) is debited from your account (i.e. AUD 4.81 x 5,000 x 0.10%) = AUD \$24.05.

Note: Please refer to Fee Schedule for current Equity CFDs commission rate. All other markets such as indices, commodities, forex are commission-free, i.e. our charges are included in the Spread.

As you hold the position overnight, a finance adjustment is made to your account. This is calculated as follows:

$f = (s \times p \times r) / d$ where:

f = daily financing charge

s = number of CFDs (5,000)

p = Closing Price as determined by Invast (AUD\$4.85 – usually this will be the price on close of the underlying share)

r = relevant overnight LIBOR rate, PLUS 200 Basis Points for Long Positions, or MINUS 200 Basis Points for Short Positions, (e.g. 2.75% + 2%) = 4.75%

d = number of days, i.e. 365 for UK & Australia shares and 360 for all others

Long (buy) trade positions are debited the daily financing charge. Short (sell) trade positions are credited the daily financing charge.

So, the finance adjustment will be a debit to your account, equal to:

$(5,000 \times \text{AUD } \$4.85 \times 4.75\%) / 365 = \text{AUD\$}3.16.$

At 9am the next morning, Telsta's results are indeed above forecast. By 10:30am the equity is trading at 5.10/ 5.11. You decide to take your profit and SELL 5,000 Telstra CFDs at 5.10, thus closing your trade.

Again, the closing trade is subject to a commission charge of 10 basis points (Please refer to Fee Schedule for current Equity CFDs commission rate), or (AUD 5.10 x 5,000 x 0.10% = AUD\$25.50.

You realize a profit of AUD\$1,450 $(\$4.81 - \$5.10) \times 5,000$ CFD contracts)

After taking into account the financing charge and commission, you have made a net profit of: AUD\$1,397.29 (AUD\$1,450-AUD\$24.05-AUD\$25.50-AUD\$3.16)

Reminder: When you trade CFDs you are always trading in the "base" Currency of the underlying market, that is, if you trade a UK share you are trading in pennies.

Larger trades may require us to widen the spread to accommodate the volume size of the trade.

Example 2: Stock Index CFD

The S&P/ASX 200 index is trading around 5030. After a strong Rally of 200 points over the last month you believe the market may be due for a fall, and see that the Invast current quote for S&P/ASX 200 cash is 5030/5033.

You SELL 10 CFDs at 5030. For every point that the Invast Offer quote on the S&P/ASX 200 index falls below 5030, you will profit AUD\$10, yet for every point the Invast Offer quote rises above 5030, you will lose AUD\$10.

Two days later you see that Invast's quote on the S&P/ASX 200 has actually risen to 5080/ 5082. Deciding to cut your losses you close your trade and BUY 10 CFDs at 5082.

This trade resulted in a loss of $(5030 - 5082) \times 10$ CFD contracts = AUD\$ 520.

You will have incurred 2 days' financing charges for this rolling trade. The amount is calculated as follows:

$f = (s \times p \times r) / d$ where:

f = daily financing charges = your stake (10 CFDs)

p = Closing Price as determined by Invast

(e.g. Day 1: 5055 and Day 2: 5078)

r = relevant LIBOR rate, PLUS 200 Basis Points for Long Positions, or MINUS 200 Basis Points for Short Positions (here this is $(2.75\% - 2\%) = 0.75\%$)

(Please refer to Fee Schedule for current Invast Premium Rate)

d = number of days, i.e. 365 for UK & Australia shares and 360 for all others

Long (buy) rolling trade positions are debited the daily financing charge. Short (sell) rolling trade positions are credited the daily financing charge.

So, the finance adjustment will be a credit to your account, equal to:

Day One $(5055 \times 10 \times 0.75\%) / 365 = \text{AUD\$ } 1.04$

Day Two $(5078.0 \times 10 \times 0.75\%) / 365 = \text{AUD\$ } 1.04$

i.e. Total financing adjustment = AUD 2.08

After taking into account the financing charge and commission, you have made a net loss of:
AUD\$ 517.92 (AUD\$ 520 - AUD\$ 2.08)

Dividends: if you have an open trade in an index in which constituent companies are due to go ex-dividend, your account will be adjusted to reflect this. The number of index points by which the index will open lower on the day of the ex-dividend(s) is dependent upon the weighting of the companies concerned. Buy trades are credited with the value of the aggregate index point effect times your stake. Sell trades are debited the value of the aggregate index point effect times your stake.

Example 3: Commodity CFD

US Light Crude CFD has been soaring on the announcement the Federal Reserve will continue with its QE program. Market participants have been pushing the prices higher and higher. You decide to participate in the rally believing there is still further to go. US Light Crude CFD is quoted on the Invast trading platform at 104.30/104.36.

You BUY 10 US Light Crude CFDs at \$104.36, note that you are trading "per 0.1 this would equate to USD \$1 per point, since you are trading 10 US Light Crude CFDs for each 0.1 movement would equate to USD\$100 " i.e. if US Light Crude CFDs moves from \$104.36 to \$104.46, that is "10 points", or equivalent to USD \$100 $(104.36 - 104.46 = 0.10 \text{ points} \times 100) \times (10 \text{ US Light Crude CFDs})$.

Note that the base Currency of the underlying US Light Crude futures market is USD, so this is what you will be trading in unless specified otherwise. If you trade US Light Crude CFDs, there will be overnight financing imposed to your account by either debit (if you Buy, Long) or credit (if you sell, short) to your account based on daily basis.

Two weeks later, the price has risen to USD\$105.06 level, and our quote is 105.06/105.09.

You decide to close your position to take profit, by Selling 10 US Light Crude CFDs at \$105.06. This realises a profit of $(105.06 - 104.39) \times 100 \times 10$ US Light Crude CFDs = USD\$ 670.

Example 4: Foreign exchange CFD

On the eve of a Reserve Bank of New Zealand (RBNZ) rates meeting, the (NZD/USD) spot rate is trading around 0.78670/0.78680. Invast's quote for the NZD/USD CFD at the time is 0.78670/0.78680.

You believe the RBNZ may well make a surprise hike in New Zealand rates and BUY 100,000 CFDs at 0.78680, expecting the NZD to strengthen against the USD. This is equivalent to buying NZD 100,000.

Finance adjustments are made to trades held overnight (i.e. after 22:00 GMT time) on rolling markets.

For trades on currencies, this is calculated as follows:

$f = (s \times p \times r) / d$ where:

f = daily financing charge

s = the number of CFDs you hold in the 2nd Currency

p = roll-over price (the Invast mid-price at 22:00 GMT time that day 0.78800)

r = differential of relevant overnight LIBOR rate of 1st named Currency and that of 2nd named Currency, here these are 2.5% and 0.25% = 2.25% differential

d = number of days, i.e. 360

If the first Currency has a higher interest rate, then you are credited interest for running a Long Position and debited interest for running a Short Position. If the first Currency has a lower interest rate, then you are debited interest for running a long Position and credited interest for running a Short Position. Here the adjustment would have been equal to $(100,000 \times 0.78800 \times 2.25\%) / 360 = \text{NZD\$ } 4.925$

The next day the RBNZ's decision is announced and rates are maintained at their current level and the NZD drops. Deciding to close your trade, you see that the current quote is 0.78100/0.78110. You decide to SELL 100,000 CFDs at 0.7810.

Loss on this trade is calculated as:

$0.78100 \text{ Sell Price} - 0.78680 \text{ Buy Price} \times \text{Your stake of } 100,000 \text{ Forex CFDs} = - \text{NZD\$ } 580$

The net loss on the trade = $\text{NZD\$ } 575.07 (-\text{NZD\$ } 580 + \text{NZD\$ } 4.93 \text{ Overnight adjustment})$

Reminder: a quick way to work out potential profit is to think of the value of one 'Pip' a quick way to calculate this is by multiplying the 'tick factor' and the number of CFDs e.g. $0.0001 \times 100,000 = 10$ so for every 1 Pip move you will lose or gain 10.

Example 5: Government Bond CFD

Ahead of a busy week on the US economic data calendar, you decide that the data will be hawkish for US interest rates, and that the price of the benchmark US government bond – the "T-Bond" – should fall as a result.

The Invast quote for US T-bond – June 13 is 134.46/134.50 and you SELL 100 CFDs at 134.46

By Friday it appears that the data has in fact been relatively in-line with market expectations. After trading in a tight range all week, T-Bonds futures have now started to rally. The current Invast quote is now 134.60/134.62 You decide it is time to cut your losses and BUY 100 CFDs at 134.62, resulting in a loss of $(134.46/134.62) \text{ times your stake of } 100 = \text{a loss of AUD } 1,600$.



23. OTHER MATTERS **Discretions**

We may exercise a variety of discretions in respect of your trading in financial products. In exercising such discretions, we will have due regard to our commercial objectives, which will include:

- maintaining our 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 our legal obligations as a holder of an Australian financial services licence.

Limitations on liability

If you fail to pay or provide security for amounts payable to us, or fail to perform any obligation under your contracts, we have extensive powers under the Terms with you to take steps to protect our position including, for example, power to close-out positions and to charge default interest. Under the Terms, you also indemnify us for certain losses and liabilities. Further, our liability to you is expressly limited. You should read the Terms carefully to understand these matters.

Superannuation funds

Complying superannuation funds are subject to numerous guidelines and restrictions in relation to their investment activities. These are contained in the Superannuation Industry Supervision Act 1993, the regulations made under that Act, and circulars issued by past and present regulators of superannuation funds, namely the insurance and Superannuation Commission and the Australian Taxation Office.

Some of the issues that should be considered by a trustee of a complying superannuation fund before entering into our financial products include:

- prohibitions on borrowing and charging assets and whether dealing in financial products would breach those borrowing and charging prohibitions;
- the dealing in financial products in the context of a complying superannuation fund's investment strategy, together with the fiduciary duties and other obligations owed by trustees of those funds;
- the necessity for trustees of a complying superannuation fund to be familiar with the risk involved in dealing in financial products and the need to have in place adequate risk management procedures to manage the risks associated in dealing in those products; and
- the consequences, including adverse taxation consequences if a superannuation fund fails to meet the requirements for it to continue to have complying status.

Terms

In order to open an Account, you are required to sign the Application Form, under which you agree to be bound by the Terms which is an important legal document containing the terms and conditions which govern our relationship with you.

We recommend that you consider seeking independent legal advice before entering into the Terms, as the terms and conditions detailed therein are important and affect your dealings with us.

We note the following key terms and conditions in the Terms, many of which have been summarised throughout this PDS.

- Client representations and warranties
- Margin obligations
- Client obligations regarding confirmations (discrepancies)
- Our rights following a default event
- Indemnity in favour of us
- Fees and charges
- Restrictions on assignment of agreement
- Telephone recordings
- Governing law (New South Wales).

Clients may be treated differently

We, in our absolute discretion may quote different prices, and charge fees and other charges at different rates, to different clients.

Governing law

This PDS, the Terms and all transactions with us will be governed and construed in accordance with the laws of the Commonwealth of Australia and be subject to the jurisdiction of the Courts of New South Wales.



23. GLOSSARY OF TERMS This Glossary contains terms used in this PDS. All terms capitalized or defined terms have the meaning given in the Glossary or otherwise as defined in Invasts Spot Forex & CFD Terms.

AEST	Australian Eastern Standard Time.	Basis Point	0.01%. So for example, 15 basis points is 0.15%.
Account	An account with Invast for, (a) Spot Forex trading (b) CFD trading or (c) CFD trading and Spot Forex trading. Each reference to "Account" shall be construed as a separate reference to each such account you have with us. All Accounts have separate account numbers.	Bid	The lower of two prices set by a market maker for the same Market. This is sometimes referred to as a sell price. The opposite of Offer.
Account Balance	At any given time, the Base Currency amount of funds in the Account after all credits and debits have been made.	Business Day	Any day other than a Saturday, Sunday or public holiday in Sydney, New South Wales.
AFSL	Australian Financial Services Licence.	CAD	Currency of Canada.
Arbitrage	The simultaneous buying and selling of similar financial instruments in different markets to take benefit from a price discrepancy.	Capital	The amounts a person invests in a particular investment.
ASIC	Australian Securities and Investments Commission, the Australian government regulatory agency empowered to administer and enforce the Corporations Act 2001 (Cth) as it applies to the financial services industry.	CFD	Contract for Difference, an Over-the-Counter Derivative contract that is not exchange cleared, and for which the value of that contract at any given time is derived from the difference between the price of the underlying at the time of opening of the contract and the price of the underlying at the given time.
ATO	Australian Taxation Office.	Close Out	Closing out reverses the effect of an Open Position by taking the opposite, bought or sold position in the same number of Lots or CFDs to cancel the existing bought (or sold) Open Position).
AUD	Australian dollar.	Closing Price	See Settlement Price.
Base Currency	The Currency which the customer has directed or agreed with Invast to be the Currency into which transactions shall be converted at the close of each position.		

Commodity

In the context of CFDs, Commodity means the CFDs that Invast offer in respect of Metal, Oil and Soft commodities. For the current range of Spot and Futures Commodity CFDs that Invast offer, please refer to the Market Information Sheets.

Contract Month

A specific month in respect of a specific futures contract.

Credit Risk

Risk of loss that may arise on outstanding contracts should a counterparty default on its obligations.

Currency

A country's unit of exchange issued by its government or Central Bank, the value of which is the basis for trade.

Currency Pair

The two (2) currencies employed in a two (2) Currency transaction wherein each party to the trade agrees to deliver a specific quantity of a particular Currency to the opposing party in return for a specific quantity of another Currency

Derivative

A financial instrument, traded on or off an exchange, the price of which is dependent upon the value of an Underlying security, commodity, other Derivative Instrument, of any agreed-upon pricing index or arrangement.

Euro or EUR

European Currency.

Exchange Rate

Number of units of one Currency needed to pay for the purchase received from the sale of one unit of another Currency. The price of one Currency in terms of another.

Exposure

A potential for gain or loss because of movement in the underlying instrument on which Invast bases any Spot Forex or CFD.

Fee Schedule

The schedule of fees which may apply to an Account is set out at the end of this document. Invast may change fees and costs subject to providing existing clients with '30 days' prior notice of any increase in fees and costs. Accordingly, the Fee Schedule is updated from time to time, and the current version of the fee schedule is available at www.invast.com.au/legals/fee-schedule

Floating P&L

The total of all Open Positions on your Account, Marked to Market.

Foreign Exchange Market

An Over-the-Counter Market where buyers and sellers conduct foreign exchange business by telephone and other means of communication. Also referred to as foreign market.

Forex Forward

A contract to buy or sell a predetermined amount of a particular Currency at a predetermined price or rate at a future time.

GBP

Great Britain Pounds.

Government Bonds

Bonds (a fixed interest type of investment) issued by governments in different countries.

IM Factor

The percentage or multiplier specified by Invast (in its absolute discretion and acting reasonably) as disclosed in the Market Information Sheets which determines how much Initial Margin Invast requires you to deposit into your Account before an offer to trade or Order is executed by Invast.

Initial Margin

The amount of equity that is required to trade. By multiplying your proposed trade position by the IM Factor, you can calculate the amount of the Initial Margin that is required before you can place a trade with Invast.

Invast Buy Price

The higher of two prices set by Invast for the same Market. This is sometimes referred to as a buy, ask or offer price.

Invast Sell Price

The lower of two prices set by Invast for the same Market. This is sometimes referred to as a sell or bid price.

Invast

Invast Financial Services Pty Ltd.

Invast Securities

Invast Securities Co. Limited, the parent company of Invast Financial Services.

Joint Holder

Each of the signatories to or persons identified in an application form for an Account.

JPY

Japanese Yen.

Leverage

The ability to control large amounts of a financial instrument with a comparatively small amount of Capital.

LIBOR

London Inter-Bank Offer Rate being the interest rate that banks charge each other for loans.

Liquidate

Reversing the effect of an Open Position by taking the opposite, bought or sold position in the same number of Lots or CFDs to cancel the existing bought (or sold) Open Position.

Long Position

An excess of purchases over sales of the relevant financial instrument, (that is, opposite of a Short Position).

Lot

A predefined unit that will apply to your Invest Account when trading Spot Forex. The default Lot size is 10,000 however Lot size can vary based on the type of account or by request of the client.

Low

The lowest price of the day for a particular Spot Forex and CFD instrument.

Margin

The total amount of money that must be maintained in your Account Balance to ensure that you have enough money to cover against losses on all of your open contracts at any one time, and you must make sure your Total Equity is NOT less than 50% of the total Initial Margin Requirements for all Open Positions.

Margin Requirement

The total of all Initial Margin in respect of all Open Positions on your Account.

Marked to Market

The value of an Open Position calculated at the current Invest Price.

Market Information Sheets

The sheets which are annexed as Annexure A and Annexure B and forms part of this PDS. The Market Information Sheets is updated from time to time, and the current version of the Market Information Sheets is available on www.invest.com.au/legals/market-information-sheets

Net Based System

Invest offers two different Spot Forex trading systems; Net-based and Position Based. The Net Based system is characterised by, but not limited to, the following:

- Positions are carried at the average price of all identical positions.
- Open Positions at 17:00 pm EST (08:00 AEST) are subject to the rollover process.
- 2 Business Day period for profit and loss conversion and settlement.

Offer

The higher of two prices set by a market maker for the same Market. This is sometimes referred to as a buy or ask price. The opposite of Bid.

Offset

To take a second position opposite to the initial or opening position, effectively closing the original position.

Open Position/s

Any Spot Forex or CFD contract/s current on your Invest account that has not already been closed, expired or liquidated .

Opening Price or Range

A price or range of prices at which buy and sell transactions took place during the period designated by an exchange as the official opening.

Our Quote

All Orders are "Our Quote"/"Invest's Quote". These expressions mean that the Order will be executed if the relevant Invest Price reaches or trades through the agreed execution price of the Order.

Over-the-Counter (OTC) Market

A market where the Derivative contract that is not exchange cleared.

P&L

Profit and loss.

PDS

Product Disclosure Statement.

Pip

See "Tick"

Position Based system

Invast offers two different Spot Forex trading systems; Net-based and Position Based. The Position Based system is characterized by, but not limited to, the following:

- Positions are carried at their entry price. Transactions that reduce an Open Position are matched under FIFO.
- Open Positions at 17.00 EST (0800 AEST) are subject to financing charges.
- Immediate settlement and conversion of profits and losses.
- Delivery not available.

Premium

(1) the amount a price would be increased to purchase a better quality commodity; (2) a future delivery month selling at a higher price than another; or (3) cash prices that are above the futures price.

Rally

An upward price movement.

Reference Rate

The Reference Rate is the most current Cash Rate Target as specified by the Reserve Bank of Australia (http://www.rba.gov.au/Statistics/cashrate_target.html)

Risk Level

A percentage calculated as follows: (Total Equity divided by Margin Requirement) multiplied by 100.

Round Turn

A trade of a Lot and the reversing trade (in & out) are referred to as a "Round Turn". For example, the sale of a Lot of EUR/USD (long) would be closed out with a purchase of a Lot of EUR/USD (short).

Referring Party

A party who refers a customer to Invast.

Security

Common or preferred stock (equity); a bond of a corporation, government or quasi-governmental body.

Settlement Date

The date upon which a specific financial contract will expire and become due for settlement.

Settlement Price

The price at which a specific financial contract expires and becomes due for settlement.

Settlement Risk

Where a payment is made to counterparty before the counter value payment has been made. The risk is that the counterparty's payment will not be received.

Short Position

An excess of sales over purchases of a relevant financial instrument. [Opposite of a Long Position] .

Slippage

Refers to the negative (or depreciating) Tick/Pip value between where a Stop-Loss Order becomes a Market Order and where that Market Order may be filled.

Spot Forex

Net Based Forex

Position Based Forex

Spot Market

A market in which financial instruments are bought and sold for cash and delivered immediately.

Spot Price

The price at which a physical financial instrument for immediate delivery is selling at a given time and place.

Spread

Used generally, means the difference between the Bid and Offer (ask) price of a financial product, used to measure market liquidity. Narrower Spreads usually signify high liquidity.

Stock Index

An indicator used to measure and report value changes in a specific group of stocks (equities). Movement in a particular Stock Index is based on the composition of the included stocks (equities), weighting of individual stocks (equities), and the method of averaging used to establish an index.

Stock Market

A market in which stock (equities) are bought and sold.

The Terms

The contract between you and Invast that governs the trading relationship between the parties

Tick

One (1) whole trading unit, by which P&L and both initial and variation margin is calculated. For non-FX CFDs, the notional value of your underlying transaction = Price * Number of CFDs/Tick Factor. The term "Pip" is normally used in the same context when referring to Spot Forex.

Tom/Next swap price

The swap price used in the daily Tomorrow Next day procedure and takes into account among other things the interest rate differential of the two currencies in the pair that is being traded (Spot Forex only).

Total Equity

The sum of the following:

Cash

Plus any positive Floating P&L

Less any negative Floating P&L

Plus any positive Unrealised P&L

Less any negative Unrealised P&L

Trend

The general upward or downward direction in which prices have been moving during a given time period.

UK

United Kingdom of Great Britain and Northern Ireland.

Underlying, Underlying Asset, Underlying Instrument, or Underlying Security

The currency, commodity, index, or share (equity), among other things, from which a Derivative such as a Spot Forex Contract or CFD derives its price.

Unrealised P&L

This only applies in relation to Net Based Spot Forex transactions you effect with your Account. Your "Unrealised P&L" is the profit or loss on a closed Net Based Spot Forex transaction that has not been reflected in your Cash (for your information in the case of a Net Based Spot Forex transaction the profit or loss on a closed position will not be reflected in your Cash until the 2nd day after the trade has been closed, excluding the day on which it was closed).

US

United States of America.

USD

United States Dollars.

US Treasury Note

Government-debt Security with a coupon and original maturity of one to 10 years.

Variation Margin Call

A claim by Invast for additional good faith performance monies usually issued when your Account suffers adverse price movements, and as referred to in the Terms.

Volatility

A measurement of a price change over a given time period.

ANNEXURE A – MARKET INFORMATION SHEETS

The following Market Information Sheets is accurate as at the date of this PDS. The information in the Market Information Sheets is subject to change from time to time and the updated version may be obtained at www.invast.com.au/legals/market-information-sheets Market Information Sheets dated after the date of this PDS and found at the link listed above, supersedes and replaces the Market Information Sheets prepared and attached to this PDS. You should ensure that you are referring to the current Market Information Sheets as made available on our website.

MT4 Global Markets Instruments

Invast Symbol	Invast Global Markets -As low as	Platform	Invast Contract Size	Minimum Trade Size
AUD/CAD	1.4	MT4	100,000	0.01 (1,000)
AUD/CHF	2	MT4	100,000	0.01 (1,000)
AUD/JPY	1.3	MT4	100,000	0.01 (1,000)
AUD/NZD	2.4	MT4	100,000	0.01 (1,000)
AUD/USD	0.8	MT4	100,000	0.01 (1,000)
CAD/CHF	2.6	MT4	100,000	0.01 (1,000)
CAD/JPY	1.6	MT4	100,000	0.01 (1,000)
CHF/JPY	1.4	MT4	100,000	0.01 (1,000)
EUR/AUD	1.4	MT4	100,000	0.01 (1,000)
EUR/CAD	1.8	MT4	100,000	0.01 (1,000)
EUR/CHF	1.4	MT4	100,000	0.01 (1,000)
EUR/GBP	0.8	MT4	100,000	0.01 (1,000)
EUR/JPY	1.1	MT4	100,000	0.01 (1,000)
EUR/NOK	31.7	MT4	100,000	0.01 (1,000)
EUR/NZD	3.1	MT4	100,000	0.01 (1,000)
EUR/SEK	41.4	MT4	100,000	0.01 (1,000)
EUR/USD	0.7	MT4	100,000	0.01 (1,000)
GBP/AUD	2.1	MT4	100,000	0.01 (1,000)
GBP/CAD	2.3	MT4	100,000	0.01 (1,000)
GBP/CHF	1.9	MT4	100,000	0.01 (1,000)
GBP/JPY	1.7	MT4	100,000	0.01 (1,000)
GBP/NZD	4.2	MT4	100,000	0.01 (1,000)
GBP/USD	1	MT4	100,000	0.01 (1,000)
NZD/CAD	3.1	MT4	100,000	0.01 (1,000)
NZD/CHF	3.7	MT4	100,000	0.01 (1,000)
NZD/JPY	1.6	MT4	100,000	0.01 (1,000)
NZD/USD	1.2	MT4	100,000	0.01 (1,000)
USD/CAD	1	MT4	100,000	0.01 (1,000)
USD/CHF	1	MT4	100,000	0.01 (1,000)
USD/DKK	6.2	MT4	100,000	0.01 (1,000)
USD/HKD	2.8	MT4	100,000	0.01 (1,000)
USD/JPY	0.7	MT4	100,000	0.01 (1,000)
USD/NOK	19.3	MT4	100,000	0.01 (1,000)
USD/SEK	28.7	MT4	100,000	0.01 (1,000)
USD/SGD	2.6	MT4	100,000	0.01 (1,000)
XAG/USD	2.5	MT4	100,000	0.01 (1,000)
XAU/USD	4	MT4	100,000	0.01 (1,000)
ZAR/JPY	305.4	MT4	100,000	0.01 (1,000)

CFD STOCK INDICES (CASH) MT4 Platform

Underlying	Invast Symbol	Invast Spreads	CFD Type	Symbol Currency	Contact Size	Invast Margin
Australia 200 Index	AUS200	Day session (while underlying cash is open) 1, all other times 2 to 6	Index	AUD	1	0.5%
EU Stocks 50 Index	ESTX50	2	Index	EUR	1	0.5%
France 40 Index	FRA40	From 1 to 6 points	Index	EUR	1	0.5%
Germany 30 Index	GER30	From 1 to 8 points	Index	EUR	1	0.5%
Hong Kong 40 Index	HK40	10	Index	HKD	1	0.5%
Japan 225 Index	JP225	10	Index	JPY	1	0.5%
UK 100 Index	UK100	From 1 to 5 Points	Index	GBP	1	0.5%
US Small Cap 2000 Index	US2000	0.3	Index	USD	1	0.5%
US SPX 500 Index	SPX500	0.4	Index	USD	1	0.5%
US Tech 100 Index	NAS100	2 from 08:35 to 15:00 Chicago time; 4 outside of these times	Index	USD	1	0.5%
US Wall Street Index 30	US30	From 1 to 4 points	Index	USD	1	0.5%

CFD STOCK INDICES (FUTURES) MT4 Platform

Underlying	Invast Symbol	Invast Spreads	CFD Type	Symbol Currency	Contact Size	Invast Margin
Australia 200 Index	AUS200xx	Day Session 4, Night Session 4 + Underlying market spread, Out of Hours 6	Index	AUD	1	0.5%
China A50 Index	CN50xx	09:00 - 15:55 Spread is 40, 16:40 - 02:00 Spread is 20 + underlying market (min = 40)	Index	USD	1	1%
Hong Kong 40 Index	HK40XX	30	Index	HKD	1	0.5%
SGX CNX Nifty Index	IND50xx	3 + Underlying Spread	Index	USD	1	0.5%
Korea 200 Index	KOR200xx	30	Index	KRW	1	1%
Singapore Blue Chip Index	SINGXX	0.5 + underlying market spread	Index	SGD	1	1%
US Dollar Index	DXXX	4 (underlying market spread may be added)	Index	USD	100	0.5%
US Volatility Index	VXXX	0.20 + underlying market spread	Index	USD	1	1%

CFD COMMODITIES (Metals, Softs and Oil Cash) MT4 PLATFORM

Underlying	Invast Symbol	Invast Spreads	CFD Type	Symbol Currency	Contact Size	Invast Margin
Spot Gold	GOLD	As low as 0.3 (i.e. 3 with a tick factor of 0.1)		USD	10	0.5%
Spot mini Gold	MGOLD	As low as 0.3 (i.e. 3 with a tick factor of 0.1)		USD	1	0.5%
Spot Silver	SILVER	3 (i.e. 3 with tick factor per 1.0)		USD	10(Price is in cents)	1%
Spot Mini Silver	MSILVER	3 (i.e. 3 with tick factor per 1.0)		USD	1(Price is in cents)	1%
Spot Brent Crude Oil	BRENT	4 (09:00 to 14:30 ET); Underlying futures market bid/ask spread will be added to IFS spread outside these times		USD	1(Price is in cents)	1%
Spot WTI Light Crude Oil	WTI	0.04 (i.e. 4 with trade per 0.01) (09:00 to 14:30 ET); Underlying futures market bid/ask spread will be added to Invasts spread outside these times		USD	100	1%

CFD COMMODITIES (Futures) MT4 PLATFORM

Underlying	Invast Symbol	Invast Spreads	CFD Type	Symbol Currency	Contact Size	Invast Margin
High Grade Copper	.HGXX	0.15 (i.e. 16 with trade per 0.05)	Commodity	USD	20 (price is in cents)	3%
Carbon Emissions Futures	.CFI2XX	15 + Underlying market spread	Commodity	EUR	1 (price is in cents)	10%
London Wheat Futures	LWBXX	0.5 + underlying futures bid/offer (i.e. 50 + underlying with trade per 0.01)	Commodity	GBP	100	8%
US Coffee C Futures	KCXX	0.1 (i.e. 100 with trade per 0.01) + underlying bid/offer	Commodity	USD	100 (Price is in cents)	3%
US Soybeans Futures	ZSXX	15 plus underlying futures bid/offer	Commodity	USD	400	8%
US Corn Futures	ZCXX	7 plus underlying futures bid/offer (tick factor of 0.25)	Commodity	USD	400	8%

CFD BONDS (FUTURES) MT4 PLATFORM

Underlying	Invast Symbol	Invast Spreads	CFD Type	Symbol Currency	Contact Size	Invast Margin
BTP Italian Government Bonds	FCTBXX	0.06 (i.e. 4 with trade per 0.01) plus underlying futures bid/offer	Bond	EUR	100	2.5%
Euro Bund Futures	FGBLXX	0.02 (i.e. 3 with trade per 0.01)	Bond	EUR	100	1%
Japan Government Bonds Futures	JGBXX	15	Bond	JPY	100	2%
US 10 YR Treasury Note (Decimalised)	TYXX	0.08 (i.e. 8 with trade per 0.01)	Bond	USD	100	2%
UK Gilt Futures	FLGXX	0.05 (i.e. 5 with trade per 0.01)	Bond	USD	100	2%

cTrader Global Markets Instruments

Invast Symbol	Invast Global Markets -As low as	Platform	Invast Contract Size	Minimum Trade Size
AUDCAD	1.4	cTrader	100,000	0.01 (1,000)
AUDCHF	2	cTrader	100,000	0.01 (1,000)
AUDCZK	21.3	cTrader	100,000	0.01 (1,000)
AUDDKK	11	cTrader	100,000	0.01 (1,000)
AUDHKD	14.7	cTrader	100,000	0.01 (1,000)
AUDJPY	1.3	cTrader	100,000	0.01 (1,000)
AUDNOK	33.1	cTrader	100,000	0.01 (1,000)
AUDNZD	2.4	cTrader	100,000	0.01 (1,000)
AUDPLN	26.9	cTrader	100,000	0.01 (1,000)
AUDSEK	34	cTrader	100,000	0.01 (1,000)
AUDSGD	3.9	cTrader	100,000	0.01 (1,000)
AUDTHB	3.7	cTrader	100,000	0.01 (1,000)
AUDUSD	0.8	cTrader	100,000	0.01 (1,000)
AUDZAR	76.4	cTrader	100,000	0.01 (1,000)
CADCHF	2.6	cTrader	100,000	0.01 (1,000)
CADDKK	13.1	cTrader	100,000	0.01 (1,000)
CADHKD	13	cTrader	100,000	0.01 (1,000)
CADJPY	1.6	cTrader	100,000	0.01 (1,000)
CADNOK	32.6	cTrader	100,000	0.01 (1,000)
CADPLN	27	cTrader	100,000	0.01 (1,000)
CADSEK	39.4	cTrader	100,000	0.01 (1,000)
CADSGD	5.6	cTrader	100,000	0.01 (1,000)
CHFCZK	29.8	cTrader	100,000	0.01 (1,000)
CHFDDKK	17.5	cTrader	100,000	0.01 (1,000)
CHFHKD	19.7	cTrader	100,000	0.01 (1,000)
CHFHUF	27.3	cTrader	100,000	0.01 (1,000)
CHFJPY	1.4	cTrader	100,000	0.01 (1,000)
CHFNOK	45.6	cTrader	100,000	0.01 (1,000)
CHFPLN	32.8	cTrader	100,000	0.01 (1,000)
CHFSEK	48	cTrader	100,000	0.01 (1,000)
CHFSGD	6.9	cTrader	100,000	0.01 (1,000)
CHFTRY	11.1	cTrader	100,000	0.01 (1,000)
CHFZAR	82.6	cTrader	100,000	0.01 (1,000)
CNHJPY	5.8	cTrader	100,000	0.01 (1,000)
CZKHUF	218.6	cTrader	100,000	0.01 (1,000)
CZKJPY	53.9	cTrader	100,000	0.01 (1,000)
DKKCZK	3.8	cTrader	100,000	0.01 (1,000)
DKKHUF	4.2	cTrader	100,000	0.01 (1,000)
DKKJPY	31.7	cTrader	100,000	0.01 (1,000)
DKKPLN	47.8	cTrader	100,000	0.01 (1,000)
DKKSEK	7.6	cTrader	100,000	0.01 (1,000)
DKKSGD	2.3	cTrader	100,000	0.01 (1,000)
DKKTHB	3.4	cTrader	100,000	0.01 (1,000)
DKKZAR	112.7	cTrader	100,000	0.01 (1,000)
EURAUD	1.4	cTrader	100,000	0.01 (1,000)
EURCAD	1.8	cTrader	100,000	0.01 (1,000)

EURCHF	1.4	cTrader	100,000	0.01 (1,000)
EURCZK	35.9	cTrader	100,000	0.01 (1,000)
EURDKK	4.7	cTrader	100,000	0.01 (1,000)
EURGBP	0.8	cTrader	100,000	0.01 (1,000)
EURHKD	9.2	cTrader	100,000	0.01 (1,000)
EURHUF	27.4	cTrader	100,000	0.01 (1,000)
EURJPY	1.1	cTrader	100,000	0.01 (1,000)
EURMXN	75.8	cTrader	100,000	0.01 (1,000)
EURNOK	31.7	cTrader	100,000	0.01 (1,000)
EURNZD	3.1	cTrader	100,000	0.01 (1,000)
EURPLN	32.6	cTrader	100,000	0.01 (1,000)
EURRON	56.2	cTrader	100,000	0.01 (1,000)
EURRUB	3.4	cTrader	100,000	0.01 (1,000)
EURSEK	41.4	cTrader	100,000	0.01 (1,000)
EURSGD	4.9	cTrader	100,000	0.01 (1,000)
EURTHB	4.2	cTrader	100,000	0.01 (1,000)
EURTRY	9.9	cTrader	100,000	0.01 (1,000)
EURUSD	0.7	cTrader	100,000	0.01 (1,000)
EURZAR	90.1	cTrader	100,000	0.01 (1,000)
GBPAUD	2.1	cTrader	100,000	0.01 (1,000)
GBPCAD	2.3	cTrader	100,000	0.01 (1,000)
GBPCHF	1.9	cTrader	100,000	0.01 (1,000)
GBPCZK	30.4	cTrader	100,000	0.01 (1,000)
GBPDKK	19.5	cTrader	100,000	0.01 (1,000)
GBPHKD	20.1	cTrader	100,000	0.01 (1,000)
GBPHUF	35.8	cTrader	100,000	0.01 (1,000)
GBPJPY	1.7	cTrader	100,000	0.01 (1,000)
GBPNOK		cTrader	100,000	0.01 (1,000)
GBPNZD	4.2	cTrader	100,000	0.01 (1,000)
GBPPLN	44.9	cTrader	100,000	0.01 (1,000)
GBPSEK	54.8	cTrader	100,000	0.01 (1,000)
GBPSGD	7.9	cTrader	100,000	0.01 (1,000)
GBPTHB	5.8	cTrader	100,000	0.01 (1,000)
GBPTRY	12.8	cTrader	100,000	0.01 (1,000)
GBPUSD	1	cTrader	100,000	0.01 (1,000)
BPZAR	123.7	cTrader	100,000	0.01 (1,000)
HKDJPY	15.2	cTrader	100,000	0.01 (1,000)
MXNJPY	33.1	cTrader	100,000	0.01 (1,000)
NOKDKK	6.2	cTrader	100,000	0.01 (1,000)
NOKJPY	80.8	cTrader	100,000	0.01 (1,000)
NOKSEK	9.1	cTrader	100,000	0.01 (1,000)
NZDCAD	3.1	cTrader	100,000	0.01 (1,000)
NZDCHF	3.7	cTrader	100,000	0.01 (1,000)
NZDCZK	18.1	cTrader	100,000	0.01 (1,000)
NZDDKK	13.9	cTrader	100,000	0.01 (1,000)
NZDHKD	20.1	cTrader	100,000	0.01 (1,000)
NZDHUF	21	cTrader	100,000	0.01 (1,000)
NZDJPY	1.6	cTrader	100,000	0.01 (1,000)
NZDPLN	24.1	cTrader	100,000	0.01 (1,000)
NZDSEK	29.8	cTrader	100,000	0.01 (1,000)

NZDSGD	5.7	cTrader	100,000	0.01 (1,000)
NZDTHB	18.4	cTrader	100,000	0.01 (1,000)
NZDUSD	1.2	cTrader	100,000	0.01 (1,000)
NZDZAR	61.4	cTrader	100,000	0.01 (1,000)
PLNCZK	81.3	cTrader	100,000	0.01 (1,000)
PLNHUF	91.7	cTrader	100,000	0.01 (1,000)
PLNJPY	259.8	cTrader	100,000	0.01 (1,000)
SEKJPY	65.1	cTrader	100,000	0.01 (1,000)
SEKPLN	59.5	cTrader	100,000	0.01 (1,000)
SGDHKD	12.3	cTrader	100,000	0.01 (1,000)
SGDJPY	3.2	cTrader	100,000	0.01 (1,000)
THBJPY	26.5	cTrader	100,000	0.01 (1,000)
TRYJPY	317.5	cTrader	100,000	0.01 (1,000)
USDAED	7	cTrader	100,000	0.01 (1,000)
USDBKT	2.3	cTrader	100,000	0.01 (1,000)
USDCAD	1	cTrader	100,000	0.01 (1,000)
USDCHF	1	cTrader	100,000	0.01 (1,000)
USDCNH	1.9	cTrader	100,000	0.01 (1,000)
USDCZK	20.9	cTrader	100,000	0.01 (1,000)
USDDKK	6.2	cTrader	100,000	0.01 (1,000)
USDHKD	2.8	cTrader	100,000	0.01 (1,000)
USDHUF	19.9	cTrader	100,000	0.01 (1,000)
USDILS	49.2	cTrader	100,000	0.01 (1,000)
USDJPY	0.7	cTrader	100,000	0.01 (1,000)
USDMXN	23.1	cTrader	100,000	0.01 (1,000)
USDNOK	19.3	cTrader	100,000	0.01 (1,000)
USDPLN	25.2	cTrader	100,000	0.01 (1,000)
USDRON	40.7	cTrader	100,000	0.01 (1,000)
USDRUB	3	cTrader	100,000	0.01 (1,000)
USDSAR	6.4	cTrader	100,000	0.01 (1,000)
USDSEK	28.7	cTrader	100,000	0.01 (1,000)
USDSGD	2.6	cTrader	100,000	0.01 (1,000)
USDTHB	2.7	cTrader	100,000	0.01 (1,000)
USDTRY	5.3	cTrader	100,000	0.01 (1,000)
USDZAR	59.2	cTrader	100,000	0.01 (1,000)
XAGUSD	2.5	cTrader	100,000	0.01 (1,000)
XAUUSD	4	cTrader	100,000	0.01 (1,000)
ZARJPY	305.4	cTrader	100,000	0.01 (1,000)



©2013 INVEST (ABN 48 162 400 035) ACN 162 400 035 All rights reserved. INVEST_PSD_001_0713

Level 27
Aurora Place
88 Phillip Street
Sydney NSW 2000

p +61 2 9083 1333

abn 48 162 400 035
acn 162 400 035

invest.com.au