

Purpose

This document provides you with key information about this investment product. **It is not marketing material.** The information is required by law to help you understand the nature, risks, costs, potential gains and losses of this product and to help you compare it with other products. **Please note that all figures are for illustrative purposes only.**

Product

Product Name: CFDs based on Cryptocurrency.

Company name: ALB Limited

Competent Authority: MFSA

Last reviewed: This key investor information is accurate as of 30th June 2020.

Contact Details: <https://www.alb.com/>; +356 2371 6000.

⚠ You are about to purchase a product that is not simple and may be difficult to understand.

What is this product?

Type: This product is a contract for differences based on Cryptocurrency. This product has no pre-defined maturity date.

A contract for differences is an arrangement whereby a seller and buyer will be settling the difference between the current value of the underlying asset and its value at the time the contract is made. If the difference is positive the seller pays the buyer while if the difference is negative the buyer pays the seller. CFDs are financial derivatives that allow traders to take short or long positions to speculate on the cryptocurrency's markets. ALB is not entitled to terminate this product unilaterally. The product is terminated automatically if an unexpected decrease in liquidity or delisting by official exchanges occur.

Objectives

The goal of trading this product is to gain exposure to movements in relation to a financial product, benchmark or instrument without owning it. An investor can gain leveraged exposure to the movement in the value of the underlying cryptocurrency (whether up or down) and there is no need to buy or sell the underlying shares. One of the key features of trading CFDs relates to the initial margin: it requires a relatively small proportion of the notional value of the contract to be put down upfront as initial margin. For example, supposing an investor buys 1 standard lot with the value of 1 bitcoin (= USD 10,000). The effect of leverage, in this case 2:1 (1 / 0.5) has resulted in an initial (requested) margin of USD 5,000 (10,000:2).

As a result, for each 1 USD change in the price of the underlying cryptocurrency (bitcoin), the profit or loss will change by 1 USD depending on the direction of the market. By way of example, supposing:

- a) the investor holds a long position and the market increases in value, a USD 1 profit will be made for every 1 USD increase in that market. On the other hand, if the market decreases in value, a USD 1 loss will be incurred for each point the market decreases in value.
- b) The investor holds a short position, a profit is made in line with any decreases in that market, and a loss for any increases in the market.

Intended retail Investor

CFDs are intended for those investors having knowledge of or experience with leveraged products: those investors can understand how the prices of CFDs are derived, the key concepts of margin and leverage, and the risk of losing all but not more than the balance of the Trading Account. They can understand the risk/reward profile of the product in comparison with traditional share dealing; desire short-term; high-risk exposure to an underlying asset. Investors should also have appropriate financial means, hold other investment types and can bear losses up to but not more than the balance of their Trading Account.

What are the risks and what could I get in return?**Risk Indicator**

⚠ The risk indicator assumes that you may not be able to buy or sell your CFD at the price you wanted to due to volatility of the market or **⚠** you may have to buy or sell your CFD at a price that significantly impacts how much you get back.

The summary risk indicator is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose money because of movements in the markets or because we are not able to pay you.

We have classified this product as 7 out of 7, which is the highest risk class. This rates the potential losses from future performance of the product at a very high level and poor market conditions are very likely to impact our capacity to pay you.

CFDs are leveraged products that, due to underlying market movement, can generate losses rapidly. There is no capital protection against market risk, credit risk or liquidity risk. Losses can exceed the amount invested and it may be required to deposit additional funds. In some circumstances it may be required to make further payments to pay for losses.

Be aware of currency risk. You will receive payments in a different currency, so the final return you will get depend on the exchange rate between the two currencies. This risk is not considered in the indicator shown above. In some circumstances you may be required to make further payments to pay for losses. The total loss incurred may significantly exceed the total initial amount invested (this is mitigated with the margin close-out and negative balance protection measures).

Margin-close out protection is afforded, and this means that one or more CFDs are closed in more favourable conditions for the retail clients and ensuring that the value of the trading account does not fall below the threshold of 50% of the total initial margin of protection. Initial margin paid in the account as to enter in to the CFDs which are still currently open.

In addition to that, the Negative Balance Protection is afforded to retail clients of ALB Limited given exceptional circumstances or large market events which trigger a sufficiently large and sudden price change in the underlying. The Negative Balance Protection prevents CFDs provider i.e. ALB from closing out the position (as imposed by the margin close-out protection measure) such that the client has a negative account value. For further risks and details all prospective clients may refer to the document "Risk Disclosure Statement" under the documents section on the website <http://www.alb.com>.

Performance scenarios

The scenarios shown illustrate how your investment could perform. You can compare them with the scenarios of other products.

The scenarios presented are an estimate of future performance based on evidence from the past on how the value of this investment varies and are not an exact indicator. What you get will vary depending on how the market performs and how long you hold the CFD. The scenarios show what you might get back in the indicated market circumstances, and it does not consider the situation where we are not able to pay you.

The figures do not consider your personal tax situation and the applicable tax legislation, which may also affect how much you get back (actual pay-out). The final return you may get may also depend on the exchange rates, if the CFD you have transacted in is based in a currency that is different from your base currency – currency risk is not considered in below example.

The following assumptions have been used to create the scenarios in Table 1 below:

Crypto Currency Value (USD)	5	Scenario					
		Long Position			Short Position		
Scenario	Opening Price	% Change	Price Change	Profit/Loss	% Change	Price Change	Profit/Loss
Favourable	8063	1.00%	8143.63	403.15	-1.00%	8143.63	(403.15)
Moderate	8063	2.00%	8224.26	806.30	-2.00%	8224.26	(806.30)
Unfavourable	8063	-2.00%	7901.74	(806.30)	2.00%	7901.74	806.30
Stress	8063	-5.00%	7659.85	(2,015.75)	5.00%	7659.85	2,015.75

What happens if ALB Limited is unable to pay out?

ALB Limited participates in the Compensation Scheme (covers up to maximum of EUR 20'000 per person) aiming at the protection of investors, as defined in the Investor Compensation Scheme Regulations (the "Scheme", Subsidiary Legislation 370.09) by maintaining funds out of which compensations and payments may be made to investors in accordance with the provisions of the Investor Compensation Scheme Regulations. Briefly, the Scheme is funded by contributions from most intermediaries which are licensed by law to provide investment services.

The Scheme covers the called counterparty risks. The Counterparty risk is the risk that ALB Limited is unable to meet its financial obligations. It is classified as credit risk and means that the customer is exposed to the risk of bankruptcy award of ALB Limited or significant deterioration of its creditworthiness before final settlement transactions. ALB Limited bears counterparty risk of other cooperating entities such as: banks, entities providing liquidity, other investment companies in which hedging transactions are concluded. Declaration of bankruptcy of the above-mentioned entities may have an impact about ALB Limited and hence – also on a risk that bears the client. This risk is mitigated also by segregation of Clients' money i.e. money transferred by a Client to ALB Limited are held separately and distinctly from any money belonging to ALB Limited and shall be kept segregated and shall be subject to client money safeguarding rules as per applicable law.

The Compensation Scheme provides for the payment of compensation in respect of claims arising out of ALB Limited's inability to: repay money owed to or belonging to the Client and held on its behalf in connection with the licensed business; to return to the Client any instrument belonging to it and held or administered by ALB Limited, and where this is not possible, their monetary value.

The Scheme does not cover the following risks: market fluctuations (e.g. downturns or losses by inflation); poor investment management; a bankruptcy of a collective investment scheme; a decrease in interest rates.

What are the costs?

When trading a CFD on an underlying cryptocurrency, you may incur in the following costs as per the table below:

Composition of costs	
One off costs	Entry costs - Fixed Commission charge: 10 euros (ten euros) per lot transaction.
	Spread - Difference between the bid (sell) price and the offer (buy) price. The cost is realized each time a trade is opened or closed.
	Exit costs: none the impact of costs when you exit a transaction.
	Deposit or Withdrawal Fee: none.
	Swap / rollover: overnight financing fee. It is calculated based on the current rates applied in the market.
Recurring costs	None
Any other costs	For more information detailing any other costs please refer to: https://www.alb.com/

How long should I hold it, and can I take money out early?

CFDs are short term trading instruments, in some cases intraday and are generally not associated or considered suitable for longer term. There is no recommended holding period, no cancellation period and therefore no cancellation fees. A CFD on a cryptocurrency can be opened and closed at any time during market hours.

How can I complain?

If you have any complaints about the instrument or conduct of the manufacturer or the person you have spoken to, you may lodge your complaint in one of two ways: 1. You may raise Complaints, Disputes and Comments via e-mail, to the e-mail address: Alb.Compliance@alb.com; 2. You may send via mail your complaint in writing to Complaints Department, ALB Limited, **ALB LIMITED** 48, SIR AUGUSTUS BARTOLO STREET CASA ROMA, TA' XBIEX XBX 1095, MALTA, **+356 2371 6000**.

Please refer to our website

<https://www.alb.com/support/documentation/customer-complaints-policy/>

Other relevant information

Important documents and other relevant information in relation to the product are available online at

<https://www.alb.com/support/documentation/>

The Terms and Policies section of ALB's website contains important information regarding the account. The investor should ensure to be familiar with all the applicable terms and policies.

CFDs are complex instruments and come with a high risk of losing money rapidly due to leverage. 77.83 % of retail investor accounts lose money when trading CFDs with this provider. You should consider whether you understand how CFDs work and whether you can afford to take the high risk of losing your money.