

Purpose

This document is aimed at providing you with key information regarding this specific investment product and should not be taken as marketing material. It is a legal requirement to provide this information in order to help you understand the nature, risks, costs, potential gains and losses related to this product and to enable you to compare this product against other products on offer.

Contract for difference (“CFD”) on an exchange-traded fund (‘ETF’) is offered by **Admiral Markets UK Ltd.** (hereinafter “AM”, “we” or “us”), a company registered in England and Wales under Companies House – registration number 08171762. Admiral Markets UK Ltd. is authorised and regulated by the Financial Conduct Authority (FCA) – registration number 595450. The registered office for Admiral Markets UK Ltd. is Tower 42, 25 Old Broad St, London EC2N 1HN, United Kingdom. Please call +442077264003 or go to www.admiralmarkets.com for more information.

This document was last updated on **31 January 2026**.

 **You are about to purchase a product that is highly sophisticated and may be difficult to understand.**

What Is This Product?

A contract for difference (“CFD”) is a leveraged derivative contract entered into directly with AM. It allows an investor to speculate on the rising or falling prices of an underlying exchange-traded fund (“ETF”) without owning the ETF itself.

An investor has the option to buy (go “long”) the CFD in an attempt to benefit from rising ETF prices; or to sell (go “short”) the CFD to benefit from falling ETF prices. The price of a CFD is derived from the price of the underlying ETF. For instance, if an investor is long on ABC ETF CFD and the price of the underlying ETF rises, the value of the CFD will increase in turn. Once the contract is over, AM will pay the investor the difference between the closing value of the contract and the opening value of the contract, i.e. the investor’s profit. On the other hand, if an investor is long and the price of the underlying ETF falls, the value of the CFD will decrease – so, at the end of the contract the investor will pay AM the difference between the closing value of the contract and the opening value of the contract. ETF CFDs must always be settled financially and cannot be settled by the physical or deliverable settlement of any ETF units. CFD leverage also has a magnifying effect on both profits and losses.

Objectives

The objective of the CFD is to allow an investor to gain leveraged exposure to the movement in the value of the underlying ETF (whether that be upwards or downwards), without the need to actually buy, sell or otherwise transfer the underlying ETF shares. The exposure is leveraged because the investor only needs to deposit a small proportion of the total value of the contract as an initial margin.

For example, if an investor buys 2,000 CFD units, each representing a single ETF share, with an initial margin amount of 50% and an underlying ETF price of USD 5.0, the initial investment will be $USD\ 5.0 \times 1.0 \times 2,000 \times 50\% = USD\ 5,000$. The effect of leverage, in this case 1:2 (1 / 50%), has resulted in a notional value of the contract of $USD\ 5.0 \times 2,000 = USD\ 10,000$. This means that for each one point change (i.e. a change by 0.01) in the price of the underlying ETF, the value of the CFD changes by USD 20. For example, if the investor is long and the market increases in value, a USD 20 profit will be made for every one point increase in that market. On the other hand, if the investor is short, a USD 20 loss will be incurred for each one point the market decreases in value.

The CFD does not have a pre-defined maturity date and is therefore open-ended. The length of the holding period is at the discretion of each individual investor, based on their trading strategy, style and intended outcome – there is no recommended length for holding period.

Automatic closure of a CFD may occur if an investor fails to deposit additional funds to meet the margin requirement as a result of a negative price movement. This occurs when an account's equity decreases to a certain percentage of the initial margin amount.

The Intended Retail Investor

This product is intended for investors who already have an understanding and previous experience in dealing with leveraged products. Before investing, investors should understand how CFD prices are derived, the concepts of margin and leverage, and the possibility of capital loss. They should also understand the risk and reward of CFDs compared to ETF shares. Investors should have the financial means to bear the loss of the amount invested, subject to the negative balance protection offered by the Company.

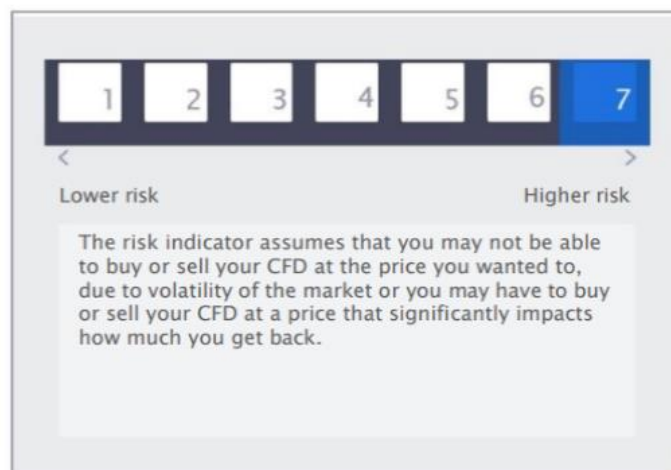
What Are the Potential Risks and Returns?

Risk Indicator

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

We have deemed this product to be 7 out of 7, which is the highest possible risk class. This rates the potential losses from future performance of the product at a very high level.

CFDs are leveraged products that, due to movements within the underlying market, can rapidly generate losses. Losses can total the amount invested and may, potentially requiring you to deposit additional funds. AM offers protection to retail investors against account deficits, as per [Negative Account Balance Protection Policy](#). However, there is no protection of your capital against market risk, credit risk or liquidity risk.



Be aware of currency risk. It is possible to buy or sell CFDs in a currency which is different to the base currency of your account. The final return you receive may depend on the exchange rate between the two currencies. This risk has not been considered in the risk indicator you can see above.

Conditions in the market may mean that your CFD trade on an ETF is closed at a less favourable price, which could significantly impact the level of returns you receive. We reserve the right to close your open CFD contract if you do not maintain the minimum margin that is required, if you are in debt to AM, or if you contravene market regulations. This process may be automated.

Future market performance is not protected against, so you could lose some or all of your investment. If we are not able to pay you what is owed, you could lose your entire investment. However, you may benefit from a consumer protection scheme (see the section "What happens if Admiral Markets UK Ltd. is unable to pay you"). The risk indicator you can see above does not consider these protections. You should also be aware of other risks, including counterparty risk, margin rates and leverage. Full details are in our [Risk Disclosure](#).

Performance Scenarios

The scenarios outlined in this section are designed to show you how your investment could be performed. It would be good practice to compare them with the relative scenarios of other products. These scenarios are an estimate of future performance based on past evidence on how the value of this investment may vary, and are, by no means, an exact indicator. Any returns you receive depend on how the market performs and how long you hold the CFD for. The stress scenario signifies what you may receive in extreme market circumstances and does not take into account a situation where we are not able to pay you.

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

Exchange-traded Fund CFD (held intraday)		
ETF CFD opening price:	P	5
Trade size (per CFD):	TS	2,000
Margin:	M	50%
Margin requirement (USD)	$MR = P \times TS \times M$	5,000
Notional value of the trade (USD)	$TN = MR / M$	10,000

Table 1

LONG Performance scenario	Closing price (bid)	Price change	Profit/loss (USD)	SHORT Performance scenario	Closing price (offer)	Price change	Profit/loss (USD)
Favourable	5,075	1.5%	150	Favourable	4,925	-1.5%	150
Moderate	5,025	0.5%	50	Moderate	4,975	-0.5%	50
Unfavourable:	4,925	-1.5%	-150	Unfavourable:	5,075	1.5%	-150
Stress	4,750	-5.0%	-500	Stress	5,250	5.0%	-500

The figures shown include all product costs. If you have been sold this product by someone else or have a third party advising you about this product, these figures do not include any costs that you may need to pay to them. Your personal tax situation, which may also affect how much you get in return, is also not taken into account here.

What Happens If Admiral Markets UK Ltd. Is Unable to Pay Out?

In the event that Admiral Markets UK Ltd is unable to meet its financial obligations to a client, the client may suffer a loss. However, in accordance with the UK Financial Conduct Authority (Financial Conduct Authority) Client Assets Sourcebook (CASS), Admiral Markets UK Ltd is required to segregate retail client money from its own funds. Client money is held in segregated accounts and is not available to the firm's creditors in the event of insolvency. If, following an insolvency, there is a shortfall in segregated client funds, eligible clients may be entitled to compensation under the UK Financial Services Compensation Scheme (Financial Services Compensation Scheme). The FSCS provides protection for eligible investment claims of up to GBP 85,000 per person, per firm. Individuals are generally eligible for compensation, and certain smaller businesses may also qualify, subject to the FSCS eligibility criteria. Larger corporate entities are generally excluded from FSCS coverage. Further information on eligibility and coverage is available from the Financial Services Compensation Scheme.

What Are the Costs?

Trading a CFD on an underlying ETF incurs the following costs:

This table shows the different types of cost categories and their meaning		
One-off entry or exit costs	Spread	The difference between the buy price ("offer price") and the sell price ("bid price") is called the spread. This cost is realised each time you open and close a trade.
	Currency conversion	Any cash, realised profits and losses, adjustments, fees and charges that are denominated in a currency other than the base currency of your account, will be converted to the base currency of your account using the median prices of applicable FX pairs in the trading platform, where the median price is calculated as (offer price + bid price) / 2. A fixed 0.3% conversion fee is applied to all ETF CFDs trades executed in a different currency, in addition to the FX rate. This fee is applied to the settlement of profits and losses, commissions, dividends and overnight holding costs, but does not apply to margin or notional values.
One-off entry or exit costs	Commission	A commission fee is charged on a per-trade basis on our equity CFD products, for more details please visit the Commissions section on our website.
Ongoing costs	Dividend adjustments	ETF CFDs are subject to cash adjustments reflecting the dividend payouts on the underlying equities. Your account will be credited when holding a long position (buy) or debited when holding a short position (sell) for the appropriate amount on the ex-dividend dates of the underlying ETF, if you have opened a CFD on an ETF before the end of daily trading session on the day prior to such ex-dividend dates.
Ongoing costs	Daily holding cost	Positions held in your account past 23:59:59 EET will incur a daily overnight holding fee, also known as a swap. This fee can be either positive or negative, depending on the direction of your trade and the instrument. You can find the applicable swap rates for each instrument on our Contract Specification page.
Incidental costs	Distributor fee	We may from time to time share a proportion of our spread, commissions and other account fees with other people, including a distributor that may have introduced you.

Please always review our [Contract Specification](#) page before proceeding with any trading through our Company. By executing a trade, you acknowledge that you understand and accept all applicable costs.

How Long Should I Hold It and Can I Take Money Out Early?

As stated above, these products have no recommended holding period, nor cancellation period, and therefore no cancellation fees. Opening and closing a CFD on an ETF can generally be done at any time during market hours. Please note that holding a CFD on an ETF for a long term may incur substantial daily holding costs. In rare circumstances, market conditions may temporarily prevent closing a position, in which case you should contact us.

How Can I Complain If I Need To?

If you are dissatisfied with any aspect of the service provided to you by Admiral Markets UK Ltd., you can make a complaint in any of the following ways:

- **By phone:** +44 207 726 4003
- **By email:** compliance.uk@admiralmarkets.com
- **In writing:** Admiral Markets UK Ltd., Tower 42, 25 Old Broad St, London EC2N 1HN, United Kingdom

Further details can be found in the [Complaint Handling section](#) on our website. If you do not feel that your complaint has been resolved satisfactorily, you may refer it to the Financial Ombudsman Service (FOS). See <https://www.financial-ombudsman.org.uk/> for further information.

You can also refer to the European Commission's Online Dispute Resolution Platform; however, we should inform you that it's likely that they will refer you to the FOS.

Other Relevant Information

If there is a lag between the time you place your order and the moment it is executed, your order may not be executed at the price you expected. You should ensure that your Internet connection is sufficiently strong enough before trading. [The Documents and Policies](#) section of our website contains important information regarding your account, and you should be familiar with all terms and policies that apply.

Our contract specifications contain additional information on trading a CFD on an underlying ETF. These can be found on the trading platform and on our website: www.admiralmarkets.com.