



Forex Capital Markets, LTD
145 Leadenhall Street, 2nd Floor Rear
London EC3V 4QT
Tel: 44 (0) 20 7 398 4050
Fax: 44 (0) 20 7 398 4051
www.fxcm.co.uk

Product Guide

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Notice

This product summary should be read in conjunction with our Terms of Business. Whilst every effort has been made to ensure the accuracy of the guide, this information is subject to change, often without notice and therefore is for guidance only. If you ever have any questions please contact FXCM directly.

Risk Warning

Leveraged Contracts for Difference (CFD) and Foreign Exchange (forex) trading carries a high degree of risk, and may not be suitable for all investors. The high degree of leverage can work against you as well as for you. Before deciding to trade CFDs and/or foreign exchange you should carefully consider your investment objectives, level of experience, and risk appetite. The possibility exists that you could sustain a loss of some or all of your initial investment and therefore you should not invest money that you cannot afford to lose. You should be aware of all the risks associated with CFD and forex trading, and seek advice from an independent financial advisor if you have any doubts.

FXCM CFD products are not offered in any way in connection with, or with the endorsement of the relevant underlying exchange. The use of the words “futures contract” and “relevant exchange” by FXCM is simply in order to indicate the characteristics of the product on offer and the characteristics of the service.

1. Indices

| Index Name | Trading Hours* | Break Time | Minimum/Incremental Trade Size (contracts) | Margin Requirement (or Currency Equivalent) | Margin Requirement (Or Currency Equivalent Default MR 0.5%) | Target FXCM Spread | Minimum Stop Distance (Points) |
|------------|---------------------------|---|--|---|---|--------------------|--------------------------------|
| | | | | Per Contract | Min. Trade Size | | |
| US 30 | Sun 22.00 – Fri 20.15 | Market will close to reset daily from 20.15 until 20.30 | 5 | \$100 | \$500 | 4 (6) | 8 |
| SPX500 | Sun 22.00 – Fri 20.15 | Market will close to reset daily from 20.15 until 20.30 | 5 | \$100 | \$500 | 0.8 | 20 |
| NAS 100 | Sun 22.00 – Fri 20.15 | (Market will close to reset daily from 20.15 until 20.30) | 20 | \$25 | \$500 | 3 | 6 |
| UK 100 | Daily 07.00 – 22.00 | None | 10 | \$100 | \$1,000 | 2 (4) | 6 |
| GER 30 | Daily 05.55- 22.00 | None | 25 | \$100 | \$2,500 | 2 (4) | 6 |
| ITA 40 | Daily 07.00 – 15.40 | None | 5 | \$125 | \$625 | 15 | 35 |
| ESP 35 | Daily 07.00 – 15.30 | None | 1 | \$250 | \$250 | 8 | 16 |
| FRA 40 | Daily 06.00 – 22.00 | None | 10 | \$75 | \$750 | 4 | 8 |
| HKG 33 | Daily 01.45 – 08.15 | Daily 04.30- 06.30 (Market closes at 08.15) | 10 | \$100 | \$1,000 | 20 | 40 |
| JPN 225 | Daily 00.00 11:00 | 02.00 – 03.30; 06.10 – 07.30(Market closes at 11.00) | 100 | \$1.50 | \$150.00 | 25 | 50 |
| AUS 200 | 23.50 – 21.00 (20.00 Fri) | 06.30 – 07.10 (Market closes at 20.00) | 25 | \$60 | \$1,500 | 4 | 8 |

*All times listed are GMT

GBP & EUR Account - Equivalent Margin Requirements

| Index Name | Min Contract | USD | GBP | EUR |
|------------|--------------|----------|------------|------------|
| US 30 | 5 | \$500 | £ 300.00 | € 350.00 |
| SPX500 | 5 | \$500 | £ 300.00 | € 350.00 |
| NAS 100 | 20 | \$500 | £ 300.00 | € 350.00 |
| UK 100 | 10 | \$1,000 | £ 600.00 | € 700.00 |
| GER 30 | 25 | \$2,500 | £ 1,500.00 | € 1,750.00 |
| ITA 40 | 5 | \$625 | £ 350.00 | € 450.00 |
| ESP 35 | 1 | \$250 | £ 150.00 | € 200.00 |
| FRA 40 | 10 | \$750 | £ 450.00 | € 550.00 |
| HKG 33 | 10 | \$1,000 | £ 600.00 | € 700.00 |
| JPN 225 | 100 | \$150.00 | £ 100.00 | € 100.00 |
| AUS 200 | 25 | \$1,500 | £ 1,000.00 | € 1,000.00 |
| US Oil | 5 | \$1,000 | £ 600.00 | € 700.00 |

Please note the equivalent margin requirements for GBP and EUR based accounts

1.1. Trading Hours

FXCM indices trading hours are based on when their underlying reference markets are open. FXCM indices will not be open for trading during holidays in which the reference markets are closed. You may also note that some indices have an intraday break in addition to a daily closing. During these times you will still be able to attach stops and limits as well as enter entry orders. You will not be able to close existing positions or open new ones. All trading functionalities will cease upon the end of week closing.

1.2. Index Pricing

FXCM index prices are derived from their underlying referenced contract (please see the table to the right). FXCM receives the raw futures price as traded on their respective exchanges. **Fair Value** is subtracted from the futures price and a mark up is applied to the bid and offer (which is how FXCM makes their money). The result is the FXCM index price. *FXCM does not make a market in the underlying futures contracts themselves.*

- 1.2.1. **Fair Value** → The theoretical assumption of where a futures contract should be priced given such things as the current cash market level, dividends, days to expiration and interest rates. The actual futures price will not necessarily trade at the theoretical price, as short-term supply and demand will cause price to fluctuate around fair value. Price discrepancies above or below fair value should cause arbitrageurs to return the market closer to its fair value.

$$FV = C[1+r (X/360)] - D$$

C = Index cash price

R = Interest rate

X = Days left until expiration of the futures

D = Dividends till expiration of futures

| Index Name | Reference Futures Contract |
|------------|------------------------------|
| US 30 | Dow Jones Index Mini Future |
| SPX500 | S&P500 Index Mini Future |
| NAS 100 | Nasdaq 100 Index Mini Future |
| UK 100 | LIFFE FTSE 100 Index |
| GER 30 | Eurex DAX 30 |
| ITA 40 | S&P/MIB Index |
| ESP 35 | IBEX35 Mini Index Future |
| FRA 40 | CAC40 Index Future |
| HKG 33 | Hang Seng Index Future |
| JPN 225 | Osaka Mini Nikkei futures |
| AUS 200 | S&P/ASX 200 Index Future |

1.3. Contract/Trade Size

FXCM utilizes a “lot-based” system, which is interchangeable and sometimes called “contracts” trading system this simply means that all FXCM products are aggregated into standardized trade sizes. These sizes generally replicate the underlying reference instrument (the futures or cash instrument). This simplifies trading by allowing clients to trade in lot increments, and also provides a price for each lot size rather than averaging open and close prices when multiple positions are taken in the same instrument. A tick or pip value is associated with each lot for precise calculations, and profits and losses on a position are automatically converted into the currency of the particular account. For example, a euro-denominated account will experience real-time profit or loss in euro when trading any instrument, whether it is UK 100 or US Oil.

The lot size for all indices is in fact 1 contract (*i.e.*, 1 US 30, 1 UK 100, etc.). However, in order to effectively reflect the movement and profit/loss implications of their underlying futures, FXCM has established a minimum/incremental trade size as detailed on page 3.

- *For instance, if you wish to trade the US 30 you must buy/sell a minimum of 5 contracts. If you wish to trade a larger size, you would have to trade in multiples of five, for example 10, 15, 20, and so on. You can apply this methodology to all indices minimum/incremental trade sizes. Please refer to page 3 for a complete listing of minimum trade sizes.*

1.4. Pip Cost

As profit and loss is converted into the account currency, a pip cost is associated with each product. For example, if the trading account is dominated in USD then all of the profit and loss will be calculated in USD. If a client traded in the UK 100, which is priced in GBP, FXCM will automatically convert profit and loss into USD. The pip cost details the conversion rate, which, in this example, would be the GBP/USD exchange rate. If the GBP/USD exchange rate was 1.6400, then the pip cost would be 1.6400 converting all profit/loss from the UK 100 trade into USD. The pip cost on display in the FXCM Trading Station II shows the cost per point for a single contract traded.

| Symbol | Sell | Buy | Spread | Amt | High | Low | Roll S | Roll B | Pip Cost | MMR | Time |
|--------|-------|-------|--------|-----|-------|-------|--------|--------|----------|--------|----------|
| US30 | 8,353 | 8,357 | 4.0 | 5 | 8,522 | 8,336 | 0.00 | -0.86 | 1.00 | 200.00 | 14:34:28 |

- Dow Jones Mini Futures contract is \$5 per point or tick.
- US 30 (FXCM Index) is \$1 per point/pip.¹
- The minimum trade size is 5 contracts therefore the pip cost would be 1.00 multiplied by the minimum trade size of 5.

1.5. Minimum Margin Requirements (MMR)

FXCM margin rates are displayed in the dealing rates window on the trading station and detail the client's capital obligation to buy or sell 1 contract of a single index. FXCM has standardized minimum trade size for each instrument. To calculate the default² margin required to place the minimum trade size, simply multiply the minimum trade size by the margin required (per contract) which is displayed in the dealing rate.

- US 30 minimum trade size is 5 contracts
- MMR is US\$100 per contract
- 5 contracts x \$100/contract = US\$500

¹Assuming the server you are trading on is dollar denominated.

²You can adjust your margin rate percentage by visiting www.myfxcm.com.

1.6. Minimum Spread

This is the tightest (smallest difference between our sell and buy price) FXCM will display in their pricing. Please note on page 3 that the numbers in brackets are the minimum spread that FXCM will display while the index is tradable. This is due to the fact that greater liquidity and market transparency exists while the cash equity markets are open.

1.7. Overnight Credits/Debits

Financing costs (cost of carry) and dividends make up the overnight credits/debits. The value of these two variables is independent of one another; the overall credit/debit that is credited/debited will depend on the size of the open trade.

1.7.1. Finance Charges

Interest rates are a factor in any market. FXCM's daily interest debit or credit amounts (rollover) are based on the total face value the position. Our rollover rates are calculated by referencing the relevant LIBOR for all index products. Each day, the rollover amounts per lot are shown transparently in the simple dealing rates window.

For example, if you hold a short position with FXCM overnight, FXCM may credit interest on the total value of the position.

Likewise, if you are long the US 30 overnight then you will be charged financing on the full face value of the position. For example, if LIBOR is 4.50% and FXCM charges a haircut of +3/-3% a long CFD position would pay 7.50%/36 per day, whereas a holder of a short CFD position would receive 1.50%/360 per day.

Financing Calculation

f = Overnight finance charge

| Index Name | Finance Reference Rate and Haircut |
|------------|------------------------------------|
| US 30 | Three Month USD LIBOR (+3/-3%) |
| SPX500 | Three Month USD LIBOR (+3/-3%) |
| NAS 100 | Three Month USD LIBOR (+3/-3%) |
| UK 100 | Three Month GBP LIBOR (+3/-3%) |
| GER 30 | Three Month EURO LIBOR (+3/-3%) |
| ITA 40 | Three Month EURO LIBOR (+3/-3%) |
| ESP 35 | Three Month EURO LIBOR (+3/-3%) |
| FRA 40 | Three Month EURO LIBOR (+3/-3%) |
| HKG 33 | Three Month HKD LIBOR (+3/-3%) |
| JPN 225 | Three Month JPY LIBOR (+3/-3%) |
| AUS 200 | Three Month AUD LIBOR (+3/-3%) |

s = Trade size (1)³

p = Closing price as determined by FXCM

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

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

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

1.7.2. Dividends

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

When an equity goes ex-dividend, the price of that equity theoretically decreases by the dividend amount. In practice, this does not always happen as there are many market forces affecting an equity price. The amount of points an index CFD drops by is dependent on the weighting of the equity within the index. If more than one constituent equity of an index CFD goes ex-dividend on the same day, the amount of points each equity will theoretically cause the sector or index to drop by is added together to calculate the total amount of dividend points or "drop points." FXCM will either collect or pay dividends on the hedge positions that we have entered into against client issued CFDs.

Where an index is a Total Return Index, dividend payments will not be credited/debited. An example of a total return index is the GER 30 where the cash disbursements are reinvested back into the index

1.7.3. Final Thoughts on Credits and Debits

³ The trade size will always be "1" since the finance charge displayed in the dealing rates view is per contract.

Please note that the Roll S and Roll B displayed in the dealing rates are the costs per contract. Since such is the case the clients will pay or earn whatever the charge is times the size of the position the client is holding.

Example:

- Client is long 10 US 30
- Current Roll B is -\$0.88 (as displayed in the dealing rates window).
- Assuming the client is a holder of this position through 17:00 (NY time), they will be assessed a charge of \$8.80 for that particular trading day.

The screenshot shows a trading window for US30. At the top, it displays 'US30' and the time '11:19:30'. Below this, there are three columns of data: 'L:8,578', '5.0', and 'H:8,794'. The next row shows 'RollS:0.00', '1.00', and 'RollB:-0.88'. The main part of the window features two large price boxes: the left one shows '85 87' and the right one shows '85 92' with a blue upward arrow. At the bottom, there are 'Sell' and 'Buy' buttons, with a dropdown menu currently set to '5'.

1.8. Contract Expiration

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

2. Oil Trading

| Index Name | Trading Hours* | Break Time | Minimum/Incremental Trade Size (Contracts) | Margin Requirement (or Currency Equivalent) | Margin Requirement | Target FXCM Spread | Reference Futures Contract |
|---------------|------------------------------|--|--|---|--------------------|--------------------|-----------------------------|
| | | | | Per Contract | Min. Trade Size | | |
| US Oil | Sun 21.00 - Fri 20.00 | Market will close to reset daily from 21.15 until 22.00 | 5 | \$200 | \$1000 | 8 | NYMEX Mini WTI Crude |

2.1. Trading Hours

FXCM oil trading hours are based on when the underlying futures contract trades. US Oil will not be open for trading during holidays in which the reference future is closed. Similar to many indices, US Oil has a daily break addition to a daily closing, during this time you will still be able to attach stops and limits as well as enter entry orders. You will not be able to close existing positions or open new ones. All trading functionalities will cease upon the weekend closing.

2.2. Oil Pricing

FXCM receives its US Oil price from various liquidity providers. The only variation in the FXCM price from its reference market will be a small mark up on the bid and offer side. This mark up is how FXCM generates profit, not from customer losses.

2.3. Contract Size/Trade Size

FXCM utilizes a “lot-based” trading system. This simply means that all FXCM products are aggregated into standardized trade sizes. These sizes generally replicate the underlying reference instrument (the futures or cash instrument) or are a fraction of that figure. This simplifies trading by allowing clients to trade in lot increments, and also provides a price for each lot size rather than averaging open and close prices when multiple positions are taken in the same instrument. A tick or pip value is associated with each lot for precise calculations, and profits and losses on a position are automatically converted into the currency of the particular account. For example, a euro-denominated account will experience real-time profit or loss in euro when trading any instrument, whether it is UK 100 or US Oil.

2.4. Pip Cost

Pip cost is determined in the same manner as it is done for the various indices offered. Please refer to page 5 for the detailed explanation.

2.5. Minimum Margin Requirements (MMR)

FXCM margin rates are displayed in the dealing rates window on the trading station and detail the client's capital obligation to buy or sell 1 contract of a single index. FXCM has standardized minimum/incremental trade sizes for each instrument. To calculate the margin required to place the minimum trade size, simply multiply the minimum trade size by the margin required (per contract) which is displayed in the dealing rate.

- US Oil Minimum trade size is 5 contracts
- MMR is US\$200 per contract
- 5 contracts x \$200= \$1000

2.6. Minimum Spread

This is the tightest (smallest difference between our sell and buy price) FXCM will display in their pricing.

2.7. Overnight Credits/Debits

Since the US Oil product FXCM offers is in fact a forward product, no overnight credits/debits are assessed.

2.8. Expiration

US Oil has a monthly expiration (please see the table to the right). Anyone holding a position on a FXCM scheduled expiration day will be closed out and open in the next month's contract.

The only consequence of this is the client will realize any floating P/L at the time it is closed.

Also note you will not be required to pay the spread again when your position is reopened.

Example:

- Client is long 5 US Oil @ 72.00
- Two days prior to expiration the near month is trading at 73.00 (a profit of US\$500).
- The customer position is closed at 73.00 and reopened at 73.50 which is where the far month is trading.
 - Please note that if you are long you will be reopened on the bid price, if you are short you will be reopened on the offer. This avoids having to pay the spread a second time.

Dealing will send an e-mail out to all holders of US Oil positions on the day of expiration.

| 2009 | Contract Month | Reference Expiration | FXCM Roll Date |
|------|----------------|----------------------|----------------|
| | July | 19-Jun | 17-Jun |
| | August | 20-Jul | 17-Jul |
| | September | 19-Aug | 17-Aug |
| | October | 21-Sep | 18-Sep |
| | November | 19-Oct | 16-Oct |
| | December | 19-Nov | 17-Nov |
| 2010 | Contract Month | Reference Expiration | FXCM Roll Date |
| | January | 18-Dec | 16-Dec |
| | February | 19-Jan | 15-Jan |
| | March | 19-Feb | 17-Feb |
| | April | 19-Mar | 17-Mar |
| | May | 19-Apr | 16-Apr |
| | June | 19-May | 17-May |
| | July | 21-Jun | 18-Jun |
| | August | 19-Jul | 16-Jul |
| | September | 19-Aug | 17-Aug |
| | October | 20-Sep | 17-Sep |
| | November | 19-Oct | 15-Oct |
| | December | 18-Nov | 16-Nov |

3. Foreign Exchange

| Currency Pair | Trading Hours | Minimum Margin Requirement (Default MR 0.5%) | Spread As Low As | Target Spread |
|---------------|-----------------------|--|------------------|---------------|
| EUR/USD | Sun 21.00 - Fri 20.00 | 500 | 0.9 | 2.3 |
| USD/JPY | Sun 21.00 - Fri 20.00 | 500 | 0.5 | 2.9 |
| GBP/USD | Sun 21.00 - Fri 20.00 | 500 | 0.8 | 3.7 |
| USD/CHF | Sun 21.00 - Fri 20.00 | 500 | 1 | 3.8 |
| EUR/CHF | Sun 21.00 - Fri 20.00 | 500 | 0.1 | 2 |
| AUD/USD | Sun 21.00 - Fri 20.00 | 500 | 1 | 3.7 |
| USD/CAD | Sun 21.00 - Fri 20.00 | 500 | 1 | 4.8 |
| NZD/USD | Sun 21.00 - Fri 20.00 | 500 | 0.8 | 4 |
| EUR/GBP | Sun 21.00 - Fri 20.00 | 500 | 0.6 | 2.4 |
| EUR/JPY | Sun 21.00 - Fri 20.00 | 500 | 0.6 | 3.9 |
| GBP/JPY | Sun 21.00 - Fri 20.00 | 500 | 3 | 5.3 |
| CHF/JPY | Sun 21.00 - Fri 20.00 | 500 | 1 | 3.5 |
| GBP/CHF | Sun 21.00 - Fri 20.00 | 500 | 1.1 | 6.8 |
| EUR/AUD | Sun 21.00 - Fri 20.00 | 500 | 2.8 | 7.9 |
| EUR/CAD | Sun 21.00 - Fri 20.00 | 500 | 2.4 | 6 |
| AUD/CAD | Sun 21.00 - Fri 20.00 | 500 | 2.6 | 6.5 |
| AUD/JPY | Sun 21.00 - Fri 20.00 | 500 | 2.3 | 5 |
| CAD/JPY | Sun 21.00 - Fri 20.00 | 500 | 1.3 | 5 |
| NZD/JPY | Sun 21.00 - Fri 20.00 | 500 | 2.9 | 6 |
| GBP/CAD | Sun 21.00 - Fri 20.00 | 500 | 0.6 | 10.8 |
| USD/HKD | Sun 21.00 - Fri 20.00 | 500 | 4.5 | 13 |

3.1. Trading Hours

The foreign exchange market at FXCM is open from 21:15 on Sunday 21:15 to 20:00 on Friday night. The open or close times may be altered by the Trading Desk because it relies on prices being offered by banks and financial institutions that provide liquidity for FXCM. When the market is closed you will not be able to place any trades or stops or limits.

3.2. Foreign Exchange Pricing

Fractional pip pricing should reduce bid/ask spreads for each of the more popular currency pairs.

Our aim is to provide you with very competitive transaction costs—tight bid/ask spreads on every currency pair.

To give you access to better spreads, we introduced No Dealing Desk execution. As one of the largest Forex Dealer Members with strong liquidity relationships with the world's leading banks, we constantly press them to supply the most favorable prices to us.

As a result, the banks have now begun to provide streaming six-digit prices to FXCM; and consequently, we are delighted to provide more accurate, tighter prices to you. As competition intensifies, fractional pip pricing should reduce bid/ask spreads for each of the more popular currency pairs even further—welcome news indeed in view of the market volatility we have recently experienced. Before this change, the buy price was rounded up to the nearest pip, and the sell price was rounded down. Now, with the additional decimal place, you will see a more accurate—and usually tighter—spread. For instance, you might see a buy price of 1.34557 instead of 1.3456 and a sell price of 1.34532 instead of 1.3453. In this case, you would have a spread of 2.5 pips instead of 3.

3.3. Contract Size/Trade Size

FXCM utilizes a “lot-based” trading system this simply means that all FXCM products are aggregated into standardized trade sizes. This simplifies trading by allowing clients to trade in lot increments, and also provides a price for each lot size rather than averaging open and close prices when multiple positions are taken in the same instrument. A tick or pip value is associated with each lot for precise calculations, and profits and losses on a position are automatically converted into the currency of the particular account. For example, a euro-denominated account will experience real-time profit or loss in euro when trading any instrument, whether it is GBP/USD or GBP/EUR.

3.4. Pip Cost

Pip cost is determined in the same manner as it is done for the various indices offered. Please refer to page 5 for a detailed explanation.

3.5. Minimum Margin Requirements (MMR)

FXCM margin rates are displayed in the dealing rates window on the trading station and detail the client's capital obligation to buy or sell 1 contract of a single index. FXCM has standardized minimum/incremental trade sizes for each instrument. To calculate the margin required to place the minimum trade size, simply multiply the minimum trade size by the margin required (per contract) which is displayed in the dealing rate.

- Minimum trade size is 10,000 base currency units, e.g., 10,000 EUR/USD, 10,000 GBP/USD
- MMR is US\$50 per contract
- 1 contract x \$50 = US\$50 MMR

3.6. Minimum Spread

This is the tightest (smallest difference between our sell and buy price) FXCM will display in their pricing.

3.7. Overnight Rollover

All open foreign exchange positions are rolled to the next trading day. Depending on the currency pair that is open and the direction of the open position, you will either be debited or credited rollover interest. Rollover interest is calculated by referencing the interested rate differentiation between the currency pair you are trading. Details of FXCM's rollover rates (rolls) are detailed on the trading station in a transparent manner. Please note that at all open positions at the close of business on Wednesday at 22.00 GMT incur a three day rollover debit/credit, and bank holidays will affect the number of days that a position is rolled forward.

3.8. Expiration

All foreign exchange trades will remain open until the client closes the position or there is insufficient margin to support the open position. In this instance the open position will be triggered to close by FXCM.

Metals

| Currency Pair | Trading Hours | Minimum Margin Requirement (Default MR 0.5%) | Minimum Trade Size (Ounces) | Target Spread |
|----------------|------------------------------|--|-----------------------------|---------------|
| XAU/USD | Sun 21.00 - Fri 20.00 | \$ 20 | 5 | 0.5 |
| XAG/USD | Sun 21.00 - Fri 20.00 | \$ 15 | 100 | 0.05 |

3.9. Trading Hours

Metal trading is available to trade 24 hours per day. The metal market at FXCM is open from 21.00 on Sunday to 20.00 on Friday night. Please note that the opening times are GMT. During these hours you are able to open and close trades and place limit and stop orders. When the market is closed you will not be able to place any trades or stops or limits.

3.10. Foreign Exchange Pricing.

Our aim is to provide you with very competitive transaction costs—tight bid/ask spreads on every metal product.

3.11. Contract Size/Trade Size

FXCM utilizes a “lot-based” trading system this simply means that all FXCM products are aggregated into standardized trade sizes. This simplifies trading by allowing clients to trade in lot increments, and also provides a price for each lot size rather than averaging open and close prices when multiple positions are taken in the same instrument. A tick or pip value is associated with each lot for precise calculations, and profits and losses on a position are automatically converted into the currency of the particular account. For example, a euro-denominated account will experience real-time profit or loss in euro when trading any instrument, whether it is XAU/USD or XAG/USD.

3.12. Pip Cost

Pip cost is determined in the same manner as it is done for the various indices offered. Please refer to page 5 for a detailed explanation.

3.13. Minimum Margin Requirements (MMR)

FXCM margin rates are displayed in the dealing rates window on the trading station and detail the client's capital obligation to buy or sell 1 contract of a single index. FXCM has standardized minimum/incremental trade sizes for each instrument. To calculate the margin required to place the minimum trade size, simply multiply the minimum trade size by the margin required (per contract) which is displayed in the dealing rate.

3.14. Minimum Spread

This is the tightest (smallest difference between our sell and buy price) FXCM will display in their pricing.

3.15. Overnight Rollover

All open metal positions are rolled to the next trading day. Depending on whether you are long (buy) or short (sell) you will either be debited or credited rollover interest on a daily basis. Details of FXCM's rollover rates (rolls) are detailed on the trading station in a transparent manner. Please note that all open positions at the close of business on Wednesday at 22.00 GMT incur a three day rollover debit/credit, and bank holidays will affect the number of days that a position is rolled forward.

3.16. Expiration

All metal trades will remain open until such time the client closes the position or there is insufficient margin to support the open position. In this instance the open position will be closed by FXCM.