TRADING FOREX ON THE SAXOTRADER PLATFORM
SAXO BANK GROUP OFFICES THROUGHOUT THE WORLD

Saxo Bank Group is an international trading and investment specialist with headquarters in Copenhagen, Denmark. Our global presence is maintained by local offices in Australia, Singapore, Switzerland, United Kingdom, France, Spain, Italy, Greece, Cyprus, the United Arab Emirates, Japan, Hong Kong and other financial centers around the world.

ONLINE TRADING THROUGH SAXOTRADER, SAXOWEBTRADER and SAXOMOBILETRADER

Saxo Bank Group is one of the leading providers in trading and investments worldwide, and offers private and institutional investors the opportunity to trade Forex, FX Options, CFDs, Stocks, Stock Options, ETFs, Futures, Contract Options and Bonds. Saxo Bank Group offers more than 36,000 financial instruments.

Online trading takes place through the multi-award winning* platforms of Saxo Bank Group: SaxoTrader, SaxoWebTrader and SaxoMobileTrader. Through these three platforms, clients can access both their account and the international markets 24 hours a day.

Saxo Capital Markets (Australia) Pty Ltd is a wholly owned subsidiary of Saxo Bank A/S, and is licensed by the Australian Securities and Investments Commission.

*Saxo has received many awards and recognition for outstanding technology, products and services. To view a complete list visit our website www.saxomarkets.com.au/awards
PART A: GENERAL INFORMATION
ADVANTAGES OF TRADING FOREX THROUGH SAXO CAPITAL MARKETS

✓ Cooperate with the leading online trading specialist
   Saxo Capital Markets is constantly awarded for its quality offered in Forex transactions. It has won many industry awards* as a financial provider.

✓ Product Range
   Saxo provides the broadest coverage of currency pairs offered in the industry. Saxo offers 184 Forex currency crosses including spot gold, silver, platinum and palladium. Trade FX on Spot, Forward Outrights, Vanilla Options, Touch Options, and more.

✓ Available Liquidity
   Saxo cooperates with the biggest financial institutions in the world (Top Tier 1 Banks) to offer customized liquidity. All clients have available liquidity in EURUSD up to EUR 25,000,000. And it’s easy to request a quote for larger amounts.

✓ Speed of Order Execution
   Saxo offers investors immediate, fast and accurate order execution at the best available price. We are proud of our order execution statistics, viewable at www.saxomarkets.com.au

✓ Competitive Pricing
   Pricing is highly competitive, stable and transparent with tight spreads.

✓ Live Prices
   Saxo offers access to green, streamed, live prices. What you see is what you get.

✓ Low Required Margin
   Saxo provides leverage of your initial capital up to 1:50, meaning a margin as low as 2%.

✓ Order Placement
   Saxo offers market, limit, stop-limit and stop orders (with trailing functionality). All orders are available as Day Order, Good til Date or Good til Cancel.

✓ Open an account in major currencies of your choice.

✓ Manage your portfolio through the multi-award winning platforms with one account 24/7.
   Traders get access to: SaxoTrader, SaxoWebTrader and SaxoMobileTrader.

✓ Transparency of Client Money
   TOCM is a quarterly review on aggregated client money statements and client segregated trust accounts held with Saxo Capital Markets. To find out more visit: www.saxomarkets.com.au/tocm
Forex, or FX, stands for Foreign Exchange. Banks, Governments, international corporations, hedge funds and individual investors all take part in exchanging currencies in the Forex Market.

In Forex trading there are always two currencies involved. These are referred to as a pair. The pricing of a currency pair values the first currency against the other. By estimating what is going to happen to a currency pair in the future, investors can act today to take advantage of coming price movements.

Currencies are always traded in pairs. If you believe that euro (EUR) is gaining strength compared to the U.S. dollar (USD), you buy euros and sell U.S. dollars at the same time. If you believe the U.S. dollar is gaining strength compared to the euro, you buy U.S. dollars and sell euros simultaneously. Pairs are traded in a certain hierarchy order though. Irrelevant of which of these two mentioned scenarios you wish to trade, you use the instrument EURUSD.

When buying EURUSD, the investor has bought euro, paying with U.S. dollars. If the investor wishes to buy U.S. dollars, he would sell EURUSD. Buying is also referred to as “going long” and selling is also referred to as “going short”.

By nature, a Forex trade places a long (buy) and a short (sell) exposure to two different currencies simultaneously, as Forex is always traded in pairs.

Forex spot is not traded on an exchange, but Over the Counter (OTC). It is traded 24/5 via market makers worldwide, and FX exchange rates are steered by supply and demand.

The three main centers of trading are London, NYC and Tokyo. Other hubs are in Singapore, Switzerland, Hong Kong, Germany, France and Australia.
ADVANTAGES OF TRADING SPOT FOREX
IN COMPARISON TO OTHER FINANCIAL PRODUCTS

✓ Ability to Trade 24/5
Transactions in the Forex market begin at 5 o’clock local Sydney time, and end on Friday at 17:00 local NY time (EST).

✓ World’s Largest Financial Market
Forex is much larger than the world’s equity and bond markets combined. It is 50 times larger than the combined volume of all U.S. equity markets.

✓ World’s Most Liquid Financial Market
Saxo offers available liquidity. As market makers, with cooperation with Tier 1 banks, Saxo offers each client customized liquidity. We stream large amounts to each individual, in up to EUR 25mio. Quotes for larger amounts can easily be requested for quick and accurate execution.

✓ Low Required Margin – High Leverage
With Saxo you can trade on up to 50 times leverage.

✓ Low Transaction Cost
Saxo offers competitive pricing with tight spreads. Please visit our trading conditions for a complete list of currency pairs and target spreads.

✓ Ability to Take Advantage of Ascending or Descending Markets
An investor can make a profit in both rising and falling markets, as Forex is always traded in pairs.

✓ Easy Access to Information
Both private and professional investors have easy access to both market updates and economic data releases, which can have an impact on the currency market.
Please visit www.tradingfloor.com* for more information.
(By clicking on this, you agree to be redirected to a 3rd party site)

*TradingFloor.com (TradingFloor) is the property of Saxo Bank A/S, regulated and headquartered in Denmark. Saxo Capital Markets (Australia) Pty Ltd (SCMA) is a wholly owned subsidiary of Saxo Bank, and as a subsidiary of Saxo Bank, have the opportunity to make TradingFloor available to its clients.
CHARACTERISTICS OF THE FOREX MARKET

PURPOSE OF INVESTMENTS IN FOREX

Forex is used both for hedging and speculation. For example, if an international company wishes to protect itself from the currency risk that it faces when buying a commodity in euro and receiving dollars from selling it. The company can decide to hedge its risk with an opposite exposure with a foreign exchange trade.

Speculative trading is also very common in the Forex market and can be based on technical analysis as well as fundamental analysis of a certain currency pair or country.

FOREX CATEGORIES

Major Currency pairs:
The major currency pairs (referred to as ‘majors’) are the currency pairs comprised of the most significant currencies in global markets. EURUSD, GBPUSD, EURGBP, USDJPY, and EURCHF are all considered majors. Most transactions today are done in Majors; this is where the largest volumes take place.

Minor Currency pairs:
‘Minors’ are pairs including G10 currencies, but the combinations are less traded than the majors. These are e.g. GBPJPY, AUDCAD and EURNZD.

Exotic Currency pairs:
Exotic currency pairs, or the exotics, include currency pairs from emerging markets.

Examples: USDZAR, USDTHB, EURHUF and EURPLN.

FOREX MARKET AND FINANCIAL PRODUCTS

The exchange of currencies can take place as either spot or future settlement (forward outrights). The purpose of this manual, however, is primarily to explain the spot market.
BASE CURRENCY AND VARIABLE CURRENCY

The first currency listed in the currency pair is called the base currency, and the second currency listed in the currency pair is called the quote or variable currency.

**EURUSD trading at 1.3845 means:**
**EUR 1 = USD 1.3845**

When you look at the price of a currency pair, it tells you how many of the quote currency it would take to buy, or sell, one unit of the base currency. In our example the price of 1 euro equals to 1.3845 American dollars (USD). The second currency is the currency at which a profit or loss is expressed.

Looking at a chart; If the base currency is strengthening against the quote currency, the currency pair will be moving up. If the quote currency is strengthening against the base currency, the currency pair will be moving down.

SPREAD AND PIPS

If a person travelling abroad needs to convert money to a foreign currency, he or she will always notice that there are two prices next to a currency pair on the board at the airport. Bid (the one to the left) refers to the price at which a client can sell the base currency of a pair, and ask, or offer (the one to the right), is the price at which a client can buy the base currency.

<table>
<thead>
<tr>
<th>Sell/Bid</th>
<th>Buy/Ask/Offer</th>
</tr>
</thead>
<tbody>
<tr>
<td>EURUSD</td>
<td>1.3844</td>
</tr>
</tbody>
</table>

The difference between the bid price and the ask price of a currency pair is called the spread.

The spread is the incorporated commission that exists in every currency pair.

The width of the spread depends on many factors, such as the liquidity of the specific currency, the volatility of the price of the currency pair, etc. In other words, the spread is connected to the risk that a market maker runs in offering two-way trading.

Pip is a unit FX movements are measured in.

If EURUSD is moving from 1.3845 to 1.3846, there has been a change of 0.0001, or in short; 1 pip. For most currencies 1 pip refers to the fourth decimal, but there are few currency pairs where a pip refers to other decimal places. For example USDJPY. If USDJPY moves from 115.67 to 115.68, i.e. 0.01, the pair has moved 1 pip.

The price of a pip depends on the pair.

- In EURUSD for a position of 100,000, an increase or decrease of the currency by one pip means an increase or decrease of **EUR 100,000*0.0001= USD 10**
- In USDJPY for a position of 100,000, an increase or decrease of the currency by one pip means an increase or decrease of **USD 100,000*0.01= JPY 1000**
SPECULATION ON MARGIN

WHAT IS MARGIN?

Margin is the amount (collateral) that is withheld on the account as a guarantee in order for the investor to open a position larger than the account value.

For example, if the necessary margin is 2% for a specific instrument: An investor who opens a position with value of EUR 100,000 needs to have only EUR 2,000 (2% of 100,000) in the account. When the investor closes the position, the margin will no longer be withheld.

In other words Forex, as a financial product, provides the ability to leverage capital. Please note that utilisation of margin requires extra attention, as the leverage functions as a multiplier both for potential profit as well as for potential loss.

MARGIN AND FOREX

The percentage required to be withheld as margin differs for every currency pair and depends mainly on the liquidity and the volatility of its price. For this reason the major currency pairs generally require a lower percentage of margins. Please see a complete list of minimum margin requirements in our trading conditions.

Important note: Saxo sends out messages for margin calls through its platforms (SaxoTrader, SaxoWebTrader, SaxoMobileTrader) and through email. In the event measures are not taken, Saxo will close all positions traded on margin.
INTEREST RATES

When an investor opens a position in a currency pair and holds the position open after the end of a trading day (17.00 EST), then the opening price is adjusted to reflect interest differential between the two interest rates of the two currencies constituting the pair.

This procedure is known as Roll Over and is calculated in swap points. Those points will be added to, or deducted from, the opening price. More information about roll overs can be found on our website.

CARRY TRADES

Sometimes, investors could speculate on the difference between two interest rates, instead of targeting profit from price development alone. This is known as carry trade. The investor would decide to open a long exposure in the currency with higher interest, against another currency with low interest rate.

It is however important to note, that if speculating with carry trades, price development still has as an impact on the profit or loss. I.e. the price development can result in a loss, and thereby reduce, or even reverse, potential earnings from an interest rate difference.
EXAMPLE OF A TRADE IN EURUSD

Let’s assume that an investor believes that the euro (EUR) is going to appreciate against the American dollar (USD) and wants to take advantage of this increase. He or she wants to buy euro and sell dollars, therefore buy EURUSD. When trading with Saxo, a client can always see both the bid and the ask (offer) price. Clients always sell on the bid, and buy on the offer.

<table>
<thead>
<tr>
<th>Current Price</th>
<th>EURUSD Bid: 1.3845 Ask: 1.3847</th>
</tr>
</thead>
<tbody>
<tr>
<td>Position size (Amount)</td>
<td>EUR 1,000,000</td>
</tr>
<tr>
<td>Dollar amount to be paid</td>
<td>EUR 1,000,000 * 1.3847 = USD 1,384,700</td>
</tr>
<tr>
<td>Margin required 2%</td>
<td>EUR 1,000,000 * 2% = EUR 20,000</td>
</tr>
</tbody>
</table>

The investor bought 1mio EURUSD at 1.3847, meaning the investor paid USD 1,384,700 for the EUR 1,000,000 received. EUR 10,000 was withheld as margin on the account.

Let’s assume that the investor was correct and the price of euro increased against USD. The investor decides to close the position. This is done by trading the opposite, in other words by selling 1mio EURUSD at the current bid price.

<table>
<thead>
<tr>
<th>Current Price</th>
<th>EURUSD Bid: 1.3947 Ask: 1.3949</th>
</tr>
</thead>
<tbody>
<tr>
<td>Dollar amount to be bought</td>
<td>EUR 1,000,000 * 1.3947 = USD 1,394,700</td>
</tr>
<tr>
<td>Profit/Loss</td>
<td>USD 1,394,700 – USD 1,384,700 = USD 10,000 profit</td>
</tr>
</tbody>
</table>

Another way of calculating profit or loss for a position is to multiply the change in price with the nominal value of the position.

(Final Price – Initial Price) * Nominal Value of the position (amount) = Total Profit or Loss.
Profit or loss is always expressed in the second (or quote) currency.

For the above example:
1.3947 – 1.3847 = 0.0100 (100 USD pips)
0.0100 * 1,000,000 = USD 10,000
CURRENCY PAIRS IN SAXO CAPITAL MARKETS

With Saxo you can trade Majors, Minors and Exotic pairs such as: EURUSD, GBPUSD, EURGBP, USDJPY, EURJPY, EURCHF, USDCAD, AUDUSD, USDCAD, NZDUSD, XAUUSD

Below is a full list of the currency pairs we offer (subject to regular updates):

<table>
<thead>
<tr>
<th>Symbol</th>
<th>Symbol</th>
<th>Symbol</th>
<th>Symbol</th>
<th>Symbol</th>
<th>Symbol</th>
<th>Symbol</th>
<th>Symbol</th>
<th>Symbol</th>
<th>Symbol</th>
<th>Symbol</th>
<th>Symbol</th>
<th>Symbol</th>
<th>Symbol</th>
<th>Symbol</th>
</tr>
</thead>
<tbody>
<tr>
<td>AUDCAD</td>
<td>CADNOK</td>
<td>DKKHUF</td>
<td>EURRUB</td>
<td>GBPZAR</td>
<td>NZDNOK</td>
<td>USDCAD</td>
<td>USDTHB</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>AUDCHF</td>
<td>CADPLN</td>
<td>DKKJPY</td>
<td>EURSEK</td>
<td>HKDJPY</td>
<td>NZDPLN</td>
<td>USDCHEF</td>
<td>USDTRY</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>AUDCNH</td>
<td>CADSEK</td>
<td>DKKPLN</td>
<td>EURSGD</td>
<td>HUFJPY</td>
<td>NZDSEK</td>
<td>USDCNH</td>
<td>USDZAR</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>AUDCZK</td>
<td>CADSGD</td>
<td>DKKSGD</td>
<td>EURTRY</td>
<td>JPYDKK</td>
<td>NZDSGD</td>
<td>USDCZK</td>
<td>XAGAUD</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>AUDDKK</td>
<td>CADTRY</td>
<td>DKKZAR</td>
<td>EURUSD</td>
<td>JPYEUR</td>
<td>NZDTRY</td>
<td>USDDKK</td>
<td>XAGEUR</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Audeur</td>
<td>CADUSD</td>
<td>EURAUD</td>
<td>EURZAR</td>
<td>JPYNOK</td>
<td>NZDUSD</td>
<td>USDHKD</td>
<td>XAGHKG</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>AUDGBP</td>
<td>CHFAUD</td>
<td>EURCAD</td>
<td>GBPAUD</td>
<td>JPYUSD</td>
<td>NZDZAR</td>
<td>USDHRK</td>
<td>XAGJPY</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>AUDHKD</td>
<td>CHFCZK</td>
<td>EURCHF</td>
<td>GPBCHF</td>
<td>MXNJPY</td>
<td>PLNKK</td>
<td>USDHUF</td>
<td>XAGUSD</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>AUDHUF</td>
<td>CHFDKK</td>
<td>EURCNH</td>
<td>GBPCHF</td>
<td>NOKKKK</td>
<td>PLNHUF</td>
<td>USDILS</td>
<td>XAUAUD</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>AUDJPY</td>
<td>CHFHUF</td>
<td>EURCZK</td>
<td>GBPCKZ</td>
<td>NOJKPP</td>
<td>PLNPY</td>
<td>USDJOD</td>
<td>XAUHCF</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>AUDMXN</td>
<td>CHFJPY</td>
<td>EURDKK</td>
<td>GBPDKK</td>
<td>NOKSEK</td>
<td>PLNSEK</td>
<td>USDJPY</td>
<td>XAUCNH</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>AUDNOK</td>
<td>CHFMXN</td>
<td>EURGBP</td>
<td>GBPEUR</td>
<td>NOKUSD</td>
<td>SEKDKK</td>
<td>USDKWD</td>
<td>XAUEUR</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>AUDNZD</td>
<td>CHFNOK</td>
<td>EURHKD</td>
<td>GBPHUF</td>
<td>NZDAUD</td>
<td>SEKJPY</td>
<td>USDLT</td>
<td>XAIHKG</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>AUDPLN</td>
<td>CHFPLN</td>
<td>EURHRK</td>
<td>GBPILS</td>
<td>NZDCAD</td>
<td>SEKNOK</td>
<td>USD MXN</td>
<td>XAUIJP</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>AUDSEK</td>
<td>CHFSK</td>
<td>EURHUF</td>
<td>GBPJPY</td>
<td>NZDCHEF</td>
<td>SEKPLN</td>
<td>USDDNOK</td>
<td>XAURUB</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>AUDSGD</td>
<td>CHFSGD</td>
<td>EURILS</td>
<td>GBPMXN</td>
<td>NZDCZK</td>
<td>SGDTHK</td>
<td>USDMMR</td>
<td>XAUTHB</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>AUDTRY</td>
<td>CHFTRY</td>
<td>EURJPY</td>
<td>GBPNOK</td>
<td>NZDKKK</td>
<td>SGDJPY</td>
<td>USDPLN</td>
<td>XAUTRY</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>AUDUSD</td>
<td>CHFSUD</td>
<td>EURLTL</td>
<td>GBPNZD</td>
<td>NZDEUR</td>
<td>TRYKKK</td>
<td>USDQAR</td>
<td>XAUUSD</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>AUDZAR</td>
<td>CHFZAR</td>
<td>EURMXN</td>
<td>GBPPNL</td>
<td>NZDGBP</td>
<td>TRYJPY</td>
<td>USDROON</td>
<td>XAUXAG</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>CADCHEF</td>
<td>CNHOKD</td>
<td>EURNOK</td>
<td>GBPSEK</td>
<td>NZDHKD</td>
<td>TRYZAR</td>
<td>USDJUB</td>
<td>XPDUSD</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>CADEUR</td>
<td>CNHJPY</td>
<td>EURNZD</td>
<td>GBPUSD</td>
<td>NZDTHF</td>
<td>USDASD</td>
<td>USDSAR</td>
<td>XPTUSD</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>CADJPY</td>
<td>CZKPLN</td>
<td>EURPLN</td>
<td>GBPTRY</td>
<td>NZDJPY</td>
<td>USDAUD</td>
<td>USDSEK</td>
<td>XPTZAR</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>CADMXN</td>
<td>DKKCZK</td>
<td>EURRON</td>
<td>GBPUK</td>
<td>NZDMXN</td>
<td>USDBHD</td>
<td>USDGS</td>
<td>ZARIPY</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
PART B: TRADING GUIDE FOR SAXOTRADER
Here are some quick tips to help you get started right away.

1. First, clear your screen by clicking on View > Add View.

2. To view available Forex products to trade, select Trading > Instrument Explorer and drop down on Forex.
3. Instruments listed here are readily available to trade.
4. Alternatively, you may search for the currency cross of your choice in the “Look for” field. Example: enter “EURUSD” into the field.

5. Right click on the currency cross in order to open the Trade Ticket.
6. The Forex Trade ticket will appear. Select the currency cross of your choice (e.g. EURUSD). Then add the Amount you wish to trade.

7. Click on Ask in order to open a long position in EUR (buy EUR and simultaneously sell USD) and click on Bid to sell EUR and simultaneously buy USD.

As you shall see the two windows on the left are green. The colour of the windows refers to the prices. In Forex most of the times the colour remains green.

**Green price windows:** The prices you see are the exact prices you can buy or sell now. Saxo Capital Markets never slips a green price!

**Yellow price windows:** The prices you see are indicative and you need to press “Live Price” to request a firm quote. The dealers will pass you a green price, which you can click to trade.

**Purple price windows:** The prices you see are indicative because the market is currently closed or prices unreliable.

* Bid: The market price at which you can sell the currency cross.

* Ask: The market price at which you can buy the currency cross.

* For fast help, press “F1” on your keyboard.
8. When your trade has been executed, you will see a Trade Confirmation, like the one below.
9. By clicking on Account > Account Summary, you can view the new position in the “Open Positions” section.

Click on the plus icon to view additional details.

Click to see position details.

[Diagram of Account Summary]

**IMPORTANT**
You can place orders related to an open position directly from your account.

<table>
<thead>
<tr>
<th>Close the position</th>
<th>Limit order</th>
<th>Stop order</th>
<th>Buy/Sell</th>
</tr>
</thead>
<tbody>
<tr>
<td>Click the Close Position icon to immediately close the position</td>
<td>Click to place related limit order</td>
<td>Click to place related stop order</td>
<td>Click to Buy/Sell</td>
</tr>
</tbody>
</table>

* For fast help, press “F1” on your keyboard.
10. By clicking on one of the icons you can place a related Limit order and Stop order respectively. Once you have selected a price level, press the Place Order(s) button.

11. In order to view your open orders (the ones that have not been executed yet) click on Trading > Open Orders. By clicking on an order you can cancel it, change it or convert it into a Market order.
12. To view all your open positions click on Trading > Open Positions. You can immediately close an open position or place a related order such as a Stop Loss or a Limit (Take Profit) order in the Open Positions section.

13. In order to open the Chart module, select Trading > New Chart. Then select the instrument you are interested in. Additionally, there are icons on the chart showing your open positions as well as related orders for this particular instrument.
14. To place a 3-way order select Trading > Order Tickets > Forex Orders.

A 3-way order includes a primary order that will be executed as soon as market conditions allow and two secondary orders that will be activated only if the first one is executed. These secondary orders are themselves related as O.C.O. (One Cancels the Other) orders, allowing both a stop loss and a take profit order to be placed around a position.

- **Account**: System will choose your Main Account when placing orders. Using the dropbox button will allow you to choose your desired sub-account to place the order.
- **Cross**: Select the currency cross that you wish to trade.
- **Buy / Sell**: Select buy or sell
- **Amount**: Select the amount.
- **Type**: Choose to place a Limit, Market, Stop, Stop if Bid, Stop if Offered or Trailing Stop order.
- **Price**: Select the price you want to buy /sell at.
- **Duration**: The duration the order is valid for.
- **Related Orders**: Click on “If Done” in order to place related orders.
- **Place a take profit order**: A secondary order related to the primary order.
- **Place a stop loss order**: A secondary order related to the primary order.
FOREX ORDER TYPES

<table>
<thead>
<tr>
<th>Market Order</th>
<th>Orders to buy or sell a specified instrument as soon as possible at the price obtainable in the market.</th>
</tr>
</thead>
<tbody>
<tr>
<td>Limit Order</td>
<td>Limit orders are commonly used to enter a market or to take profit at predefined level.</td>
</tr>
<tr>
<td></td>
<td>• Limit orders to buy can only be placed below the current market price.</td>
</tr>
<tr>
<td></td>
<td>• Limit orders to sell can only be placed above the current market price.</td>
</tr>
<tr>
<td></td>
<td>• Aggressive Limits - Saxo Capital Markets allows for the placement of slightly in the money limits (for clients to use as a limited Market order) - the tolerance is currently set at 0.05% away from the relevant market price.</td>
</tr>
<tr>
<td></td>
<td>When a limit order is triggered, it is filled at the price obtainable on the market. Limit orders are generally filled at the limit price. However, they may be filled at a better price during larger market gaps, for instance during the market opening period (Monday, 05:00 Sydney time) or during news events. Limit orders are never filled at a price worse than the original limit price.</td>
</tr>
<tr>
<td>Stop Order</td>
<td>Forex Stop orders are commonly used to exit positions and to protect investments in the event that the market moves against an open position.</td>
</tr>
<tr>
<td></td>
<td>• Stop orders to sell are placed below the current market level and are executed when the Bid price hits or breaches the price level specified.</td>
</tr>
<tr>
<td></td>
<td>• Stop orders to buy are placed above the current market level and are executed when the Ask price hits or breaches the price level specified.</td>
</tr>
<tr>
<td>Stop if Bid / Stop if Offered Order</td>
<td>Stop if Bid orders are typically used to limit losses on short positions. Stop if Offered orders are typically used to limit losses on long positions. This is to prevent orders from being triggered just because of a temporary large spread (maybe for a split of a second).</td>
</tr>
<tr>
<td></td>
<td>Saxo Capital Markets therefore encourages you to only use Stop if Bid for Buy orders and Stop if Offered for Sell orders.</td>
</tr>
<tr>
<td></td>
<td>To help you select the right Stop order type, the ‘FX Order’ Ticket on the platforms automatically defaults to Stop if Bid for Buy and Stop if Offered for Sell orders unless you actively change it before placing the order.</td>
</tr>
<tr>
<td></td>
<td>• Stop if Bid orders to buy are when triggered most often filled at the order level plus the client spread, which means no slippage. During volatile markets with price gaps, orders may be slipped to the current market offer price. See the Stop order fill statistics.</td>
</tr>
<tr>
<td></td>
<td>• Stop if Offered orders to sell are when triggered most often filled at the stop order level minus the client spread, which means no slippage. During volatile markets with price gaps, orders may be slipped to the current market bid price. See the Stop order fill statistics.</td>
</tr>
<tr>
<td></td>
<td>• Stop if Bid orders to sell are when triggered filled at the client Bid price at the time.</td>
</tr>
<tr>
<td></td>
<td>• Stop if Offered orders to buy are when triggered filled at the client Offer price at the time.</td>
</tr>
<tr>
<td>Trailing Stop Order</td>
<td>For all three stop order types available, a client can choose Trailing functionality. The order is then adjusted according to step and distance to market, predefined by the client. A Trailing Stop Order has a trigger price that changes with the spot price, when the market moves in favour of the client. For example: in a rising market, if the client has placed a sell stop order for his/her long position, the stop price rises according to the proportion set by the user. If, however, the market price falls, the stop price remains unchanged.</td>
</tr>
</tbody>
</table>
ADDITIONAL INFORMATION

LEARN MORE ABOUT FOREX

FOREX PRICES

GENERAL EDUCATION

CLIENT MONEY

Read more about Forex on TradingFloor.com

By clicking on this, you agree to be redirected to a 3rd party site
TradingFloor.com is the property of Saxo Bank A/S and a part of Saxo Bank Group.
PART C: RISK WARNING AND DISCLAIMER
RISK WARNING

When trading in foreign exchange, the investor takes a view on the development of the price of one currency relative to another, where one is sold and the other is purchased. By way of example, an investor may sell British pounds (GBP) against the US dollar (USD) if he expects that the USD will increase relative to the GBP.

Foreign exchange is traded as a leveraged product, which means that for a small outlay, you can open and trade larger positions in the market. Foreign exchange may be traded as FX Spot, FX Forward or FX Options. FX Spot is the purchase of one currency against the sale of another for immediate delivery. FX Forward and FX Options transactions are settled on an agreed date in the future at prices which are agreed on the date of the transaction. FX Forward trading involves an obligation to enter into the transaction at the agreed price on the settlement date. A purchaser of FX Options has a right to enter into a transaction in the underlying FX Spot currency pair on the expiry date if the price is more favourable than the market price at this time. On the other hand, a seller of options has an obligation to enter into a transaction with the purchaser (Saxo Capital Markets) on the settlement date if requested by the purchaser. Purchased options therefore involve a limited risk in the form of a premium which is payable when the contract is made, while options that have been sold involve unlimited risk in the form of changes to the price of the underlying FX Spot currency pair.

The currency exchange market is the world’s largest financial market with 24 hour trading on working days. It is characterised, among other things, by a relatively low profit margin compared to other products. A high profit is therefore subject to a large trading volume, which is achieved for instance by margin trading as described above. When trading in foreign exchange, a gain realised by one market player will always be offset by another player’s loss. Foreign exchange transactions are always made with Saxo Capital Markets as counterparty, and Saxo Capital Markets quotes prices on the basis of prices that can be obtained in the market.

Please note that as foreign exchange is margin traded, it allows you to take a larger position than you would otherwise be able to based on your funds with Saxo Capital Markets. As such, a relatively small negative or positive market movement can have a significant effect on your investment. Foreign exchange trading therefore involves a relatively high level of risk. This makes the potential gain quite high, even if the deposit is relatively small. If your total exposure on margin trades exceeds your deposit, you risk losing more than your deposit. Please also note that for margin trades, Saxo Capital Markets has the right to amend the margin requirements at any time and you will be required to either top up funds or reduce positions (which may be at a loss) in such an instance, to avoid being forced closed out automatically by the trading platform.

DISCLAIMER

This product guide is provided by Saxo Capital Markets (Australia) Pty Ltd (‘Saxo Capital Markets’) (ABN 32 110 128 286) (AFSL 280372) for your general information and education purposes only, and all reasonable efforts have been made to ensure that any information is accurate and up-to-date. The product guide is updated from time to time but may not always be up-to-date in every respect and no responsibility is accepted for any loss arising from inaccurate or incomplete information, however caused. Saxo Capital Markets makes no warranty as to the accuracy, completeness, merchantability or fitness for any purpose, of the information contained in the presentation or as to the results obtained by any person from the use of any information or investment product mentioned throughout this presentation. Saxo Capital Markets does not warrant that all technical aspects and functions of its platforms are explained in this product guide.

None of the information contained herein constitutes an offer to purchase or sell a financial instrument, or to make any investments. Saxo Capital Markets does not take into account your personal investment objectives or financial situation and makes no representation and assumes no liability to the accuracy or completeness of the information nor for any loss arising from any investment based on a recommendation, forecast or other information supplied by any employee of Saxo Capital Markets, third party, or otherwise. All expressions of opinion are subject to change without notice.

You should carefully consider whether trading in any financial product is appropriate for you based on your financial circumstances. You should be aware that dealing in products that are highly leveraged carry significantly greater risk than non-leveraged investments. As such, you could gain and lose large amounts of money. You may sustain losses in excess of the monies you initially deposit to maintain any positions in leveraged products. Always ensure that you fully understand these risks before trading.

Always refer to Saxo Capital Markets Combined Financial Services Guide & Product Disclosure Statement available via www.saxomarkets.com.au. Please also consider whether acquiring or continuing to hold these products is suitable for you, prior to opening an account.
ARE YOU LOOKING FOR MORE PRODUCTS?

Speed. Execution. Range of instruments.

- **Fx** Forex 184 crosses
- **Fx** FX Options 45 crosses
- **CFD** CFDs 9,000+ contracts
- **Fu** Futures 200 contracts
- **Bo** Bonds 6,000+ instruments
- **Eq** Stocks 19,000+ Instruments
- **Eq** Stock Options 200 Options
- **Eq** ETFs/ETCs 2,500+ Instruments
- **C0** Contract Options 70 contracts

Sign up for a demo account at www.saxomarkets.com.au

For more information you can contact us at +61 2 8267 9000 or email us at enquiries@saxomarkets.com.au