



Key Information Document

Commodity CFD

Purpose: This document provides key information about this investment product. It is not marketing material. The information is required by law to help you understand the nature, costs, risks, and rewards of this product and to help you compare it with other products.

Product: Contracts for Differences (the "CFD") on Commodities.

Manufacturer of the Product: EC Markets Group Ltd (www.ecmarkets.co.uk). Contact us at clientsupport@ecmarkets.co.uk or on +44 (0)207 621 7970 for more information. EC Markets Group Ltd is authorised and regulated by the Financial Conduct Authority (Firm Reference Number: 571881).

Last Revision Date: This KID was last updated on 28th July 2026.

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

What is this product?

Type: CFDs on Commodities are derivative products that are traded over the counter (OTC) and are leveraged financial instruments, the value of which is based on the value of the underlying commodity. A list of the commodities available as CFDs on the EC Markets platform can be found at www.ecmarkets.co.uk.

Term: CFDs on Commodities have no maturity date and no minimum holding period. You decide when to open and close your position(s). A CFD on a commodity futures contract has a pre-defined expiry date (the expiration date of the underlying future), at which point the position is either rolled to the next expiration period or automatically terminated. EC Markets is entitled to automatically close open position(s) without seeking your prior consent if you do not maintain sufficient margin in your account. The investor will never lose more than the funds in the account due to the Negative Balance Protection ("NBP") in place.

Objective: This product allows investors to take advantage of prices moving up (long positions) or down (short positions) on the underlying commodity. Trading this product enables investors to have leveraged exposure to the price movements of an underlying commodity without actually owning it. CFDs are leveraged products, allowing investors to gain significant market exposure with a small initial deposit. However, leverage can also lead to the loss of the total amount invested. To open a position, you are required to deposit a percentage of the total value of the CFD position as margin. The maximum leverage available for retail clients is 20:1 for gold and 10:1 for other commodities.

Illustrative example: You buy 100 CFDs in the XYZ Gold Contract, a fictional gold-based instrument, at a price of £100 each. The total value of the position is £10,000. Assuming a margin requirement of 5%, you would need to deposit £500 to open the position. This represents leverage of 20:1. If the price increased by £1 to £101, you would make a profit of £100. If it decreased by £1 to £99, you would incur a loss of £100. These figures exclude applicable costs and charges and are provided solely to explain how the product works. They are not an indication of future performance.

Intended retail investor: This product is intended for retail investors who have the necessary experience and knowledge to trade leveraged products and who are able to understand and willing to accept the risks associated with such products. Retail investors should understand how CFD prices are derived, the key concepts of margin and leverage, and the possibility of capital loss. This product targets retail investors who have speculative and/or hedging objectives, wish to diversify their portfolio, have appropriate financial means, and have the ability to bear the loss of the initial amount invested, subject to the NBP provided by EC Markets.

What are the risks, and what could I get in return?

Risk Indicator

1	2	3	4	5	6	7
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Lower risk

Higher risk

Risk Indicator: 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 market movements or because EC Markets is unable to pay you. We have classified this product as **7 out of 7, the highest risk class**. This rates the potential losses from future performance at a very high level, and poor market conditions are very likely to impact our capacity to pay you. A small movement in the underlying commodity market may have a large impact on the value of the CFD. If you are a retail client, the total loss you may incur will never exceed the entirety of the invested amount since you benefit from NBP. However, there is no capital protection against market, credit, or liquidity risks.

Be aware of currency risk. Where the underlying commodity is priced in a currency different from your account currency, your profit or loss will be converted to your account currency at the prevailing exchange rate when your position is closed. This risk is not considered in the indicator shown above.

This product does not include any protection from future market performance, so you could lose some or all of your investment. If EC Markets is not able to pay you what is owed, you could lose your entire investment. However, you may benefit from Financial Services Compensation Scheme (FSCS) protection (see the section "What happens if EC Markets is unable to pay you?"). You should also be aware of counterparty risk, margin rates, leverage, and related risks which may impact your investment.

Investment Performance Information

What is likely to affect my returns?

Your returns will be primarily affected by the performance of the underlying commodity of your CFD. For example, if you are long on a CFD on a commodity and the cash or futures price of that commodity increases, this is likely to affect your return positively. If the commodity value decreases, this is likely to affect your return negatively.

What could affect my return positively?

Movement in the cash or futures price of the commodity in the direction you have chosen could affect your return positively. For example, if you are long on a commodity, a rising cash or futures price is likely to positively affect your return; if you are short, a falling price is likely to affect your return positively. The value of commodities may be influenced by a wide range of factors including general macroeconomic and geopolitical conditions, industry and sector-specific events, market sentiment, and supply and demand dynamics specific to that commodity.

What could affect my return negatively?

Movement in the cash or futures price of the commodity in the opposite direction to your chosen position could affect your return negatively. For example, if you are long on a commodity, a falling price is likely to negatively affect your return; if you are short, a rising price is likely to negatively affect your return.

A mandatory margin close-out rule is applied on an account-level basis for retail clients. This means that when the value of your account (i.e. the net profit and loss, any deposited margin, and any other funds) falls below 50% of the initial margin requirement that was paid to enter all open CFD positions at any point in time, one or more of your CFD positions will be closed out. EC Markets may set a higher percentage than 50%. Retail clients who trade leveraged CFDs benefit from negative account balance protection. Where this applies, your liability will be limited to the funds in your account. The value of CFDs under stressful market conditions can be volatile, which may lead to you being required to post additional margin or having your account closed out and losing your entire investment.

What happens if EC Markets Group Ltd is unable to pay out?

If EC Markets Group Ltd is unable to meet its financial obligations to you, you may lose the value of your investment. However, EC Markets Group Ltd segregates all retail client funds from its own money in accordance with the FCA's Client Asset rules (CASS). EC Markets Group Ltd also participates in the UK's Financial Services Compensation Scheme (FSCS), which covers eligible client money up to £85,000 per person per firm. For further information, see www.fscs.org.uk.

What are the costs?

Before you begin trading, you should familiarise yourself with the associated costs and charges, which are published on our website at www.ecmarkets.co.uk. The amounts shown depend on how much you invest, how long you hold the product, and how well the product performs.

Costs over time

The table below shows illustrative costs based on a representative investment of £10,000 for illustrative holding periods of 1 day and 30 days.

Notional Investment of £10,000	Short	Long
Total Costs	£8.45	£84.40
Cost Impact	0.08%	0.84%

The figures shown are illustrative and are based on a representative notional position of £10,000 in an XYZ Gold Contract CFD. The XYZ Gold Contract is a fictional gold-based instrument used solely for illustration. The figures assume a single opening transaction and a single closing transaction under normal market conditions.

Composition of costs

Cost Type	Description	Short (1 Day)	Long (30 Days)
One-Off Costs			
Entry Costs	You will pay the spread when opening your position. The spread is included within the execution price and varies depending on the underlying instrument and market conditions.	£3.20 (0.03%)	£3.20 (0.03%)
Exit Costs	You will pay the spread when closing your position. The spread is included within the execution price and may differ from the opening spread.	£3.20 (0.03%)	£3.20 (0.03%)
Currency Conversion	The fee charged for converting cash, realised profit or losses, and adjustments from the instrument currency to the account currency where they differ.	A charge of 0.5% of realised profit or loss applies where currency conversion is required.	A charge of 0.5% of realised profit or loss applies where currency conversion is required.
Ongoing Costs			
Overnight Financing	Positions held overnight incur a financing charge based on the applicable overnight financing rate. Costs increase with the holding period.	£2.05 (0.02%)	£78.00 (0.78%)
Incidental Costs			
Performance Fees	None.	£0.00	£0.00
Incidental Costs	No incidental costs apply.	£0.00	£0.00

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

CFDs are generally intended for short-term trading, sometimes intraday, and are not suitable for long-term investment. There is no recommended holding period, no cancellation period, and therefore no cancellation fees. You can open and close a CFD on a commodity at any time during normal market trading hours.

A CFD on the cash price of a commodity does not have a pre-defined maturity date and is open-ended. A CFD on a commodity futures contract has a pre-defined expiry date, which corresponds to the expiration date of the relevant commodity futures contract.

How can I complain?

If you wish to make a complaint, please contact us via the EC Markets app, by email at clientsupport@ecmarkets.co.uk, or in writing to: EC Markets Group Ltd, Parksworth House, 30 City Road, London, EC1Y 2AY. Details of our complaints handling process are available on our website at www.ecmarkets.co.uk.

If you are not satisfied with our response, you may refer your complaint to the Financial Ombudsman Service ("FOS"). See www.financial-ombudsman.org.uk for further information.

Other relevant information

If there is a time lag between the time you place your order and the moment it is executed, your order may not be executed at the expected price. You should ensure you are familiar with the terms and conditions applicable to your account, which can be found in the Legal Documents section of the EC Markets website at www.ecmarkets.co.uk.

A mandatory margin close-out rule is applied for retail clients on an account-level basis. This means that when the value of your account (i.e. the net profit and loss, any deposited margin, and any other funds) falls below 50% of the initial margin requirement, one or more of your CFD positions will be closed out. EC Markets may set a higher percentage than 50%. Where this applies, your liability will be limited to the funds in your account (which includes any funds not required to be maintained as margin to keep your positions open, regardless of whether those positions relate to this product).

CFDs are complex instruments with a high risk of losing money rapidly due to leverage. Please refer to our website for the current percentage of retail clients losing money when trading CFDs. You should consider whether you understand how CFDs work and whether you can afford to risk losing your money.