# THE PRODUCT SPECIFICATIONS EXPLAINED

**The Product Specifications Explained**

**Minimum and Maximum Ticket Size**

The minimum and maximum order size is the smallest and/or highest increment accepted and applicable to all order types.

**Tick Value** The "Tick" is the minimum amount that the price or value of an instrument may fluctuate pursuant to the market rules of the relevant regulated market. As profit and loss is converted into the account currency, a "Tick Value" is associated with each product and automatically converted to the clients' accounts currency. For example, if the trading account is denominated in USD, then profit and loss will be calculated in USD. If a client traded in "UK100", which is priced in GBP, our platform will automatically convert profit and loss into USD. The Tick Value conversion rate in this example, would be the GBPUSD exchange rate.

**Trading Steps** "Trading Steps" relates to the minimum order size increment accepted and applicable to all order types. For example, suppose tick size for an instrument is 0.05. In such case, Clients can trade 0.05, 0.10, 0.15 and so on lots for this instrument. However, Client will not be able to trade, 0.11 or 0.13 lots.

**Contract Size**

FRSPOT utilizes a "Lot" based trading system, which means that all FRSPOT products are aggregated into standardized trade sizes. This simplifies trading by allowing clients to trade in lot increments, and it also provides a price for each lot size rather than averaging open and close prices when multiple positions are taken in the same instrument.

**Standard Leverage**

Upon establishing a business relationship with FRSPOT, Clients shall have the option to choose a Level of leverages capped at **1:400** for CFD Forex. Leverage is Fixed for all other CFDs.

**Minimum Margin Requirements**

Margin requirements differ by the type of instrument and may be subject to change according to the underlying liquidity and volatility of the instrument.

**Trading Hours**

FRSPOT trading hours for CFDs products are based on when their underlying reference markets are open, or the times liquidity providing partners are streaming prices. During session hours, clients can set pending orders, open and close trades, and to adjust price levels. FRSPOT  CFDs will not be open for trading during holidays in which the reference markets are closed. When the market is closed, clients will not be able to take any action on positions or pending orders.

**Session Break**

Clients should also be informed that CFD products may have an intraday break in addition to a daily closing time. Clients will not be able to adjust or close existing positions, or open new positions during the session break. All trading functionalities will cease upon the end of week closing.

**Finance Charges - Overnight Rollover (Swaps)**

ROYALEMPIRE daily interest debit or credit amounts (hereafter "rollover") are based on the total face value of the open positions and it will not be debited /credited on a position that is opened and closed on the same trading day. All open positions are rolled automatically to the next trading day. Depending on whether an order is long (buy) or short (sell), It could either be debited or credited with rollover interest daily. Please note that all open positions in FX and Metals products at the close of business on Wednesday incur a 3-day rollover debit/credit, whereas clients' positions in other CFDs that are open at the close of business on Friday will incur 3-day rollover. Bank holidays will affect the number of days that a position is rolled forward.

*Swap Charges Calculation Formula:* **lots * Swap for Long or short in points**

*Here's an example:*

Short (Sell) 0.2 Lots EURUSD. The Swap rate for Short is 5.3 points, and the client's account currency USD.

Therefore, the Swap Rate Calculation: 0.2 * 5.3 = $1.06.

*Here's an example:*

Short (Sell) position with 10 Lots on the DE30 Index. The Swap rate for Short position is -9.638 points. The client's account currency is in EUR.

Therefore, the Swap Rate Calculation is as follows: 10 *0.01 (point size) * (-9.638) = - €0.96

**Contract Expiration**

Trades on Futures will be closed on the 'Expiration' date. Clients will need to re-open their positions manually if they wish to continue trading.

**Product Specifications Explained**

For more details on Product Specifications please click here

For all Clients: Margin call = 100%. Stop Out = 20%

*__Notice__*

This product summary should be read in conjunction with our Terms and Conditions. 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 ROYALEMPIRE directly.

FRSPOT does not permit the practice of arbitrage when trading Contracts for Difference

(CFDs). Transactions that rely on price latency arbitrage opportunities may be revoked and FRSPOT reserves the right to make necessary corrections or adjustments on the account, without prior notice. In accordance with FRSPOT Terms of Business, accounts that rely on arbitrage strategies may be subjected to intervention, which may include widening the spreads on your account.

Leveraged contracts for difference (CFD) 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 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 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 CFDs trading and seek advice from an independent financial advisor if you have any doubts.

A contract for difference ("CFD") allows you to potentially profit or loss from the fluctuations in the price of the underlying instrument. The price of a CFD is based on the price of the underlying instrument and is not traded on an exchange, despite the status, or location of the underlying instrument. Therefore, CFD's are an over-the-counter (OTC) product.

There is a substantial risk that stop-loss orders, left to protect open positions held overnight, may be executed at levels significantly worse than their specified price.