

CFD SINGLE STOCK EQUITY OPTIONS

Equity	Symbol	Dealing Spread	IM Factor (Margin Req)	Tradefair Trading Hours	Contract Months	Last Dealing Day	Basis of Settlement	Min / Max Size	Tick Factor (per 100 CFDs)†	Currency	Equivalent Underlying Quantity	Example Price	Last Update
EU Equity Options	EQTY+P/C+MONTH+YEAR+STRIKE	Up to 10 plus Underlying market spread	Variable* VolFactor is 25	09:00 - 17:25 Central European Time Monday to Friday.	Monthly (on demand)	17:00 Central European Time on 3 rd Friday of the contract month.	All Options will be expired at a price of zero regardless of whether the Option is "In The Money", "At The Money" or "Out of The Money". If you are long the Option, you must inform Tradefair of your intention to exercise or abandon before 18:00 Central European Time on the last dealing day. If you are short the Option you will/will not be assigned at 09:00 Central European Time the following business day. ‡	5,000 / 1,000,000	1 Euro Cent	EUR	1 contract = 1 share	0.12	24.07.13
UK Equity Options	EQTY+P/C+MONTH+YEAR+STRIKE	Up to 4 plus Underlying market spread	Variable* VolFactor is 25	08:00 - 16:25 London Time Monday to Friday.	Monthly (on demand)	16:00 London time on 3 rd Friday of the contract month.	All Options will be expired at a price of zero regardless of whether the Option is "In The Money", "At The Money" or "Out of The Money". If you are long the Option, you must inform Tradefair of your intention to exercise or abandon before 17:00 London time on the last dealing day. If you are short the Option you will/will not be assigned at 08:00 London time the following business day. ‡	5,000 / 1,000,000	1 pence	GBP	1 contract = 1 share	12.0	14.01.13
US Equity Options	EQTY+P/C+MONTH+YEAR+STRIKE	Up to 4 plus Underlying market spread	Variable* VolFactor is 25	09:00 - 15:55 New York Time Monday to Friday.	Monthly (on demand)	15:00 New York time on 3 rd Friday of the contract month.	All Options will be expired at a price of zero regardless of whether the Option is "In The Money", "At The Money" or "Out of The Money". If you are long the Option, you must inform Tradefair of your intention to exercise or abandon before 16:15 New York time on the last dealing day. If you are short the Option you will/will not be assigned at 09:30 New York time the following business day. ‡	7,500 / 1,500,000	1 US cent	USD	1 contract = 1 share	0.12	14.01.13



† Tick Factor = the price increment representing 1 whole trading unit, by which P&L and both initial and variation margin is calculated. For non-FX CFDs, the Notional Value of your underlying transaction is Price * Number of CFDs/Tick Factor.

*IM Factors in respect of Single Stock Equity Options on a cfd will be margined by way of GFT's Delta-Vega margining system. This system will take in to consideration any positions the customer may also hold in respect of CFD's in the underlying equity. Please refer to the below and Clause 3.2 of the CFD and Spot Forex Terms.

Margin = net Delta Margin + net Vega Margin

net Delta Margin = Stake x Delta x Underlying Margin

net Vega Margin = Stake x Vega x Volatility x VolFactor

where:

Underlying Margin = Underlying GFT Price x Underlying IM Factor

Volatility = GFT implied volatility for the specific option

VolFactor = A multiplier. Set at 25 for all equity options

All Options will be expired at a price of zero regardless of whether the Option is "In The Money", "At The Money" or "Out of The Money".

If you are long the EU Equity Option, you have until 18:00 Central European time on the relevant last dealing day to telephone the GFT Dealing Desk to advise us if you wish to Exercise or Abandon the Option. ‡

If you are long the UK Equity Option, you have until 17:00 London time on the relevant last dealing day to telephone the GFT Dealing Desk to advise us if you wish to Exercise or Abandon the Option. ‡

If you are long the US Equity Option, you have until 16.15 New York Time on the relevant last dealing day to telephone the GFT Dealing Desk to advise us if you wish to Exercise or Abandon the Option. ‡

‡"Exercise" and "Assigned" means to take a new position in GFT's underlying cfd market for the equity in question, at the Strike Price of the Option, and the Option will be settled at a price of zero.

"Abandon" means NOT to take a new position in GFT's underlying cfd market for the equity in question, at the Strike Price of the Option, and the Option will be settled at a price of zero.

In the event that you do not contact GFT within the times stated above: GFT will determine whether the option is "In The Money", "At The Money" or "Out of The Money" using the price of the Underlying market at 16.30 London time for UK Equity Options, 17:30 Central European time for EU Equity Options, and 16.00 New York Time for US Equity Options, on the relevant last dealing day.

1. A long (short) "In The Money" Call Option will be settled at a price of zero and will result in you holding a new long (short) position in GFT's underlying cfd market for the individual equity in question, opened at the Strike Price of the Option.
2. A long (short) "In The Money" Put Option will be settled at a price of zero and will result in you holding a new short (long) position in GFT's underlying cfd market for the individual equity in question, opened at the Strike Price of the Option.
3. A long (short) "Out of The Money" or "At The Money" Call Option will be settled at a price of zero.
4. A long (short) "Out of The Money" or "At The Money" Put Option will be settled at a price of zero.

Options on un-borrowable Single Stock Equities

For clients with In-The-Money short calls on un-borrowable Single Stock Equities the client should buy the amount of stock due from the option assignment/exercise BEFORE the expiry time.

If the client has not bought the amount of stock required then GFT will buy this back at market on behalf of the client and book this to the client's GFT account.

For clients with In-The-Money long puts on un-borrowable Single Stock Equities the client should buy the amount of stock due from the option assignment/exercise BEFORE the expiry time.

If the client has not bought the amount of stock required then GFT will only exercise the options to match the amount the client has bought in the underlying. This could cause losses to the client.

NOTE: In some cases (if the underlying stock price is very close to the strike level) the client will not be certain how much needs to be bought by the time the market closes. In these cases the client must ensure the maximum expected amount of stock is bought back, i.e. the client should buy enough stock to cover the full amount due from the option assignment (as if the short call was to finish above the strike level. Or as if the long put was to finish below the strike level).

Trading forex, CFDs and spread bets is risky and not suitable for everyone. All of these products (excluding Binary CFDs and Binary Spread Bets) are leveraged and you can lose more than your initial deposit.

