

Key Information Document

Spread Betting Instruments on Commodities



Purpose: This document provides you with key information about this investment product. It is not marketing material. The information is required by law to help you understand the nature, risks, costs, potential gains and losses of this product and to help you compare it with other products. The Key Information Document (“KID”) was last updated in May 2026.

Product: The manufacturer of this product is [Global Markets Group Limited](#) (“GMG” or “the Firm”), authorised and regulated by the Financial Conduct Authority (“FCA”), FRN 744501. You can contact us at info@gmgmarkets.co.uk or by calling at +44 203 8653306.

ALERT – You are about to purchase a complex product which may be difficult to understand.

What is this Product?

Type: A Spread Betting instrument or Spread Bet is a form of derivative trading, with this document providing you with key information on Spread Bets where the underlying instruments are Indices. Visit our website for information in relation to the available Spread Bets.

You may choose to Buy a Spread Bet (go “long”) or to Sell a Spread Bet (go “short”) depending on whether you think the price of the underlying instrument will go up or down. For every point the price of the instrument moves in your favour, you gain multiples of the bet size you have bought or sold. For every point the price moves against you, you will make a loss. Therefore, your return depends on the size of the performance (or movement) of the underlying instrument and the size of your position.

Spread Bets are leveraged products commonly traded on margin, which means that you only need to deposit a small percentage of the full value of the trade to open a position and to keep your position(s) open. This is called the initial margin and maintenance margin respectively. Term – Spread Bets in general do not have a Recommended Holding Period (“RHP”) or a pre-defined maturity date. It is up to you when to open and close a position. For the purpose of this KID, the RHP has been set to 1 day.

However, when you hold a Spread Bet position open overnight, GMG applies an overnight funding adjustment to your account. This reflects the cost of funding the leveraged exposure your position provides. Overnight funding can result in a charge or a credit to your account, depending on the instrument and whether your position is long (buy) or short (sell). Overnight funding is applied to the full notional value of your position — not just the margin you have deposited. This means the charge or credit is calculated on the total market exposure your Spread Bet gives you, including the leveraged portion.

Applied leverage is predominantly dynamic and reduces proportionally to the entered volume. The Company reserves the right to terminate products with immediate effect if extraordinary events occur. Should your margin level fall below the Margin Close Out Level of 50%, you will receive a margin call, and your open positions will start liquidating, starting with the highest losing positions first.

Visit our [website](#) for further information in relation to the available Spread Betting Instruments.

Please note that margin trading requires extra caution: whilst trading on margin allows you to magnify your returns, your losses will also be magnified as they are based on the full value of the Spread Betting position.

Objectives: The objective of trading Spread Bets is to speculate (generally over the short term) on the rising or falling prices of an underlying instrument, without owning it. A Spread Bet allows you to obtain an indirect exposure to an underlying asset. This means that you will never own the underlying asset, but you will make gains or suffer losses because of price movements in the underlying asset to which you have an indirect exposure. Just like standard CFD trading, you can speculate on the direction in which the price of an asset will move, without owning the underlying asset. GMG Spread Betting accounts do NOT operate on a point per move basis which are offered by some other UK brokers. Your GMG account operates like a standard CFD account, and Lot Sizes are used instead of Bet Sizes; the difference is that Spread Betting is free from Capital Gains Tax and Stamp Duty for clients who are residents in the UK. Tax laws are subject to change and depend on individual circumstances. Tax law may differ in a jurisdiction other than in the UK.

Example of a Spread Bet on Gold (XAUUSD): Current Price and Bet size: £1 per point (0.0001)

Let’s say you want to place a Spread Bet equivalent to £1 per point move (per 0.01) in XAU/USD at the price \$3,000, and the current GBP/USD exchange rate is 1.3000.

The value of a point is always given in relation to the second currency mentioned in the pair, which in this example is USD.

You want to bet £1 per point, which means you would need to trade approximately 1.30 standard lots of XAU/USD (\$390,000 in notional).

If you enter a Buy Spread Bet trade, you will need to place an initial margin. The leverage is 1:20 for this instrument, therefore the margin you will need to place is $\$390,000 / 20 = \$19,500$ or $\pounds 15,000$.

If the price increases of XAUUSD to $\$3,050$, then your profit will be $(3,050 - 3,000) \times 1.30 \times 100 / 1.3000 = \pounds 5,000$ less any applicable costs (listed below).

If the price reduces to $\$2,950$ you will lose $\pounds 5,000$ plus any applicable costs (listed below).

Spread Bets in general do not have a recommended holding period or a pre-defined maturity date. It is up to you when to open and close a position. Applied leverage is predominantly dynamic and reduces proportionally to the entered volume. The Company reserves the right to terminate products with immediate effect if extraordinary events occur. Should your margin level fall below the Margin Close Out Level of 50%, you will receive a margin call, and your open positions will start liquidating, starting with the highest losing positions first.

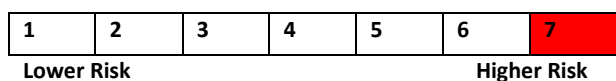
Intended Retail Investor: Trading in this product will not be appropriate for all investors and would most commonly be utilized by persons who meet one or more of the following criteria: i) have experience with financial markets; ii) understand the impact and risks associated with margin trading and how the prices of Spread Bets are derived; iii) are trading with money which they can afford to lose; iv) have a high risk tolerance; and v) intend to use the product for short-term investment, speculative trading, portfolio diversification and/or hedging of exposure of an underlying asset.

Does this Product Have a Sustainable Investment Objective?

This product does not: i) have a sustainable investment objective; ii) does not include a minimum share of sustainable investments; iii) does not have a minimum share of investments in economic activities that qualify as environmentally sustainable under the UK/EU Taxonomy; and iv) does not consider principal adverse impacts on sustainability factors.

What are the Risks and What Could I get in Return?

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 movements in the markets or because we are not able to pay you. **We have classified this product as 7 out of 7, which is the highest risk class.** These rates classify the potential losses from future performance of the product at a very high level.

Spread Bets are leveraged products that due to underlying market movement, can generate losses rapidly. However, the total loss that you may incur will never exceed your invested amount. The Company offers Negative Balance Protection (“NBP”), meaning that you will never be able to lose more funds than the amounts invested with the Company.

Specific market conditions (such as high volatility of the markets) might adversely affect your positions. In case you do not maintain the minimum margin that is required or if you contravene market regulations, we may be obliged to close one or more of your open positions at a less favourable price. This could significantly impact how much you get back.

This product does not include any protection from future market performance, so you could lose some or your entire invested capital. This includes your deposit(s) as well as any accumulated profits. If we are not able to pay you what is owed, you could lose your entire investment. However, you may benefit from a consumer protection scheme (see the section “What Happens if the Company is Unable to Pay Out?”). The indicator shown above does not consider this protection.

Spread Betting Instrument Risks
• Capital protection against Market Risk, Credit Risk and Liquidity Risk is not available.
• Currency Risk (you can Buy/Sell Spread Bets in a different currency than your account currency and return depends on the relevant exchange rate.
• Technology Risk is present as electronic platforms are being used, and downtimes could affect the ability to trade.
• Market volatility may affect the pricing and trading conditions of instruments.
• Leverage magnifies profits as well as losses.
• Costs and Charges, may have an impact on the overall return.

Performance Scenarios:

The scenarios presented illustrate how an investment could perform. A comparison with the scenarios of other products can be made. The scenarios presented are an estimate of future performance based on evidence from past performance on how the value of this investment varies and is not an exact indicator. Market developments in the future cannot be accurately predicted.

The scenarios shown are only an indication of some of the possible outcomes based on recent returns. Actual returns could be lower. What you get will vary depending on how the market performs and how long you hold Spread Bet. The stress scenario shows what you might get back in extreme market conditions and does not consider the situation where we are not able to pay you.

Spread Bets on Commodities – Brent Oil (held intraday)			
Metrics		Bid	Ask
Balance (USD)	1,000	-	-
Opening Price	OP	114.61	114.66
Trade Size	TS	100	100
Margin (%)	M	20%	20%
Margin Requirement (USD)	OP x TS x M	2,292.20	2,293.20
Notional Value of the Trade (USD)	OP x TS	11,461.00	11,466.00

	Long Position (USD)			Short Position (USD)		
	Closing Price	Price Change	Profit/Loss	Closing Price	Price Change	Profit/Loss
Favourable	116.38	1.50%	171.99	112.89	-1.50%	171.92
Moderate	115.35	0.60%	68.80	113.92	-0.60%	68.77
Unfavourable	112.94	-1.50%	-171.99	116.33	1.50%	-171.91
Stress	107.78	-6.00%	-687.96	121.49	6.00%	-687.66

What Happens if the Company is Unable to Pay Out? The Company is a member of the UK Financial Services Compensation Scheme (FSCS). If, following a default, we cannot meet our obligations, depending on the type of business and the circumstances of the claim, the Fund covers up to £85,000 per person, per firm. For further information <https://www.fscs.org.uk/>.

What are the Costs? Before you begin to trade Spread Bets, you should familiarise yourself with all one-off and on-going costs for which you may be liable. These charges will reduce any net profit or increase your potential losses. The impact of the different types of costs on the return you might have from your investment is outlined below. Please refer to the [Charges and Fees](#) page and [Overnight Funding](#) page, as well as on the [Costs and Charges Disclosures](#) document on the website for more information.

One-off Charges – At the time of your trade	Commission	Not applicable.
	Spread	When trading Spread Bets you must pay the spread, which is the difference between the bid and the ask price. Our spreads are variable or maybe a subject to a minimum and are added on top of the market spread.
	Currency Conversion Fee	A conversion fee is applied when you have an account that is denominated in a currency that is not of the same currency as the instrument being traded. The fee is applied as a fixed percentage of the conversion rate used and is reflected as a markup.
Ongoing costs	Overnight Swap	An overnight swap is an overnight interest that you are charged for or credited, for holding a position overnight. If the overnight swap amount is negative, then you are charged and if the overnight swap amount is positive, then you are credited.
	Transactions Tax	Spread Betting is free from Capital Gains Tax and Stamp Duty for clients who are residents in the UK. Tax laws are subject to change and depend on individual circumstances. Tax law may differ in a jurisdiction other than in the UK.
Incidental costs		Not applicable.

How Long Should I Hold it and Can I Take Money Out Early? Spread Bets have no recommended holding period. Provided that the Company is open for trading, you can enter and exit positions at any time. It is essential to be aware of the implications of trading with margin and the associated costs, if you intend to use a buy and hold strategy when trading in Spread Bets.

How Can I Complain? You may file a complaint by submitting the [complaint form](#) via post or by hand at: or via email at: compliance_team@gmgmarkets.co.uk. All complaints will be treated strictly confidential. If you believe that your Complaint has not been handled in a fair and equitable manner by the Company you have the right to refer the matter to the Financial Ombudsman Service of the UK (complaint.info@financial-ombudsman.org.uk, Phone: +44 (0) 20 7964 1000, Address: Financial Ombudsman Service, Exchange Tower, London, E14-9SR – UK), or the relevant Courts.

Other Relevant Information

You have a right to request a hard copy of the present document.

Leveraged trading in foreign currency contracts, contracts for difference or other off-exchange products carries a high level of risk and may not be suitable for everyone. Before trading, you are strongly advised to read the Terms and Conditions, the Order Execution Policy displayed in the legal section of our website [here](#), alongside with the Risk [Disclosure Notice](#).

Such information is also available on request.