

## IG ROUGH RICE BULL / BEAR KNOCK-OUTS CFD PRODUCT DETAILS

(Please refer to the "Get Info" tab of the dealing platform for detailed and updated information)

	KNOCK-OUTS CFD
IG Knock-out Name	Rough Rice Bull / Bear Knock-Out
Related Market	CBOT Rough Rice future
Quoted Currency	USD
CFD Quotation Period	0100 -1345 London Time 1430 - 1920 London Time
Value per CFD point	USD 1
Dealing Spread	20
Knock-Out Premium (in points)	40 points  Variable, based on anticipated risk in the underlying market. It is possible the value of the knock-out premium will change while you have an open position
Margin Required	Size x Opening Price x 1.1



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Settlement Basis	Refer to the information on the deal ticket for the last dealing date and expiry date.  The knock-out is automatically closed off at 0 if the relevant bid/ask reaches the knock-out level before expiry.  Positions not closed by expiry date will settle based on the Rough Rice Spot CFD price, as reported by IG, +/- closing spread.
Pricing Methodology	Bull (underlying IG offer price - knock-out level) + knock-out premium  Bear (knock-out level - underlying IG bid price) + knock-out premium  The premium is included in our spread, so you pay it when you buy to open and receive it back if you sell to close before your knock-out level is triggered.  Refer to the following link for calculations of price and funding costs: https://www.ig.com/sg/commodities
Funding Cost	Commodity funding is based on the market cost of carry including an admin fee of 2.5% per annum
Additional Notes	Knock-outs are CFD's on a bought option, which means you cannot go short on them. You can buy a bull knock-out if you expect the market to rise, and buy a bear knock-out if you expect the market to fall.  Knock out-levels cannot be changed once the trade has been placed.