# Key Information Document

## 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.

## Product

| | |
|---|---|
| Product name | Linear Perpetual Future linked to the performance of a Cryptoasset. Full list available on https://www.cryptofacilities.com/ |
| PRIIP manufacturer | Crypto Facilities Limited (CFL) |
| Manufacturer website: | https://www.cryptofacilities.com/ |
| Manufacturer telephone: | +44 2033989390 |
| Competent authority for supervising CFL | UK Financial Conduct Authority (FCA) |
| Date and time of production of this Key Information Document | 25 Nov 2026, 23:13 (CET) |

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

## 1. What is this product?

*Note: Terms that appear in bold in this section are defined in the below table*

<table>
<tr><td>Type</td><td>An exchange traded derivative contract linked to the performance of an Underlying Cryptoasset (as defined below). The product is a Linear Perpetual Future.<br><br>The product provides indirect exposure to the price of an Underlying Cryptoasset without you owning the Underlying Cryptoasset. A cryptoasset is a digital representation of a value or right that is able to be transferred and stored electronically using distributed ledger technology, examples include Bitcoin (BTC), Ripple (XRP), and Ethereum (ETH). The product does not provide any protection against future performance of the Underlying and you could lose more than you originally invested.</td></tr>
<tr><td>Term</td><td>The product is a Perpetual Future, which means it has no expiry date and rolls over automatically at the end of each hour. An investor in the product can terminate their position at any time by entering into an opposing futures position on the same Underlying Cryptoasset, provided there is sufficient liquidity.</td></tr>
<tr><td>Objectives</td><td>Overview: A Linear Perpetual Future is an exchange traded derivative contract with standardised terms that is entered into between a buyer (who takes a ‘long’ position) and a seller (who takes a ‘short’ position) and that provides leveraged exposure to an Underlying Cryptoasset without conferring any direct interest, title or right in the underlying. A Future allows you to seek to profit from movements in the price of the underlying.<br><br>Leverage: The product is a leveraged product as you are not required to pay the value of the Underlying Cryptoasset when you purchase the product. Instead, opening a position requires you to pay an initial deposit of margin, the amount of which depends on the level of leverage embedded in the contract. CFL may close your position if the value of your derivative wallet falls below the minimum margin requirements referred to as “maintenance margin”. You may make a loss in excess of the margin when you exit the position, which means you could lose more than you originally invested. The types of collateral currencies supported as eligible margin are listed on https://www.cryptofacilities.com/, and may be amended by CFL from time to time (“Collateral Assets”). Haircuts and conversion fees apply to non-USD collateral currencies.<br><br>Profit or loss: The buyer and the seller take opposing views as to how the value of the future’s price will develop. Investors anticipating that the price of an asset will rise, will typically open a buy (‘long’) position. If they predict a price decline, they will typically open a sell (‘short’) position. Holders of “long” contracts will profit if the contract’s price at the time of closing is higher than the price at which it was initially entered, or make a loss if the closing price is lower than the purchase price. For a short position, the opposite applies - holders of a “short” contract will make a profit if the contract’s price at closing is lower than its price when it was first opened, or make a loss if the closing price is higher than the price at which it was opened.<br><br>Funding rate mechanism: While the contract is open, the buyer or seller may receive payments from the other designed to keep the contract’s price aligned with the market price of the Underlying Cryptoasset (“Funding Rate”). The Funding Rate is calculated for a one hour period (“Funding Period”) based on the time-weighted-average-price (“TWAP”) of the contract and the Underlying Cryptoasset. The Funding Rate for the subsequent Funding Period is calculated over the current Funding Period (e.g. Funding Rate for 12-13 UTC period is calculated in the window between 11-12 UTC). If the contract is trading at a premium (e.g. if its TWAP is higher than the Underlying Cryptoasset price), then the Funding Rate will be positive, and holders of a short position contract will receive a payment. If the contract is trading at a discount (e.g. if its TWAP is lower than the Underlying Cryptoasset price), then the Funding Rate will be negative, and short positions pay long positions. Funding Rate payments are exchanged between long and short positions continuously and accumulate as unrealised profit or loss, and settle every one hour at end of the relevant Funding Period, or when a buyer or seller changes their respective net open position (whichever occurs first).<br><br>
<table>
<tr><td>Underlying Cryptoasset</td><td>Any eligible cryptoasset available on the Kraken trading platform. A list of all Underlying cryptoassets available for the product is available on https://www.cryptofacilities.com/</td><td>Eligible collateral</td><td>The assets in your portfolio which are acceptable to CFL as collateral for your exposure under the product as described in https://www.cryptofacilities.com/</td></tr>
</table>
</td></tr>
<tr><td>Intended investor</td><td>This product is intended for retail investors who fulfil all the below criteria:<br>(a) they have extensive knowledge and/or experience in derivative financial products and in products that provide exposure to cryptoassets or other similar instruments and have the ability to understand the product and its risks and rewards;<br>(b) their main investment objective is capital optimisation, leverage for the purpose of directional investing, arbitrage or hedging and they expect the underlying asset to perform in a way that generates a positive return;<br>(c) they have a short-term investment horizon and will monitor the performance of the product regularly to ensure timely decision-making in relation to an optimal exit strategy;<br>(d) they are not looking for capital protection and may bear losses of more than the originally invested capital;<br>(e) they accept the risk that the counterparty to their transaction could fail to perform its obligations; and<br>(f) they accept that trading in derivatives referencing cryptoassets involves significant risks due to the high volatility of the underlying and that this product has a risk category of 7 out of 7.</td></tr>
</table>

## 2. What are the risks and what could I get in return?

**Risk indicator**

| 1 | 2 | 3 | 4 | 5 | 6 | 7 |
|---|---|---|---|---|---|---|

**Lower risk** **Higher risk**

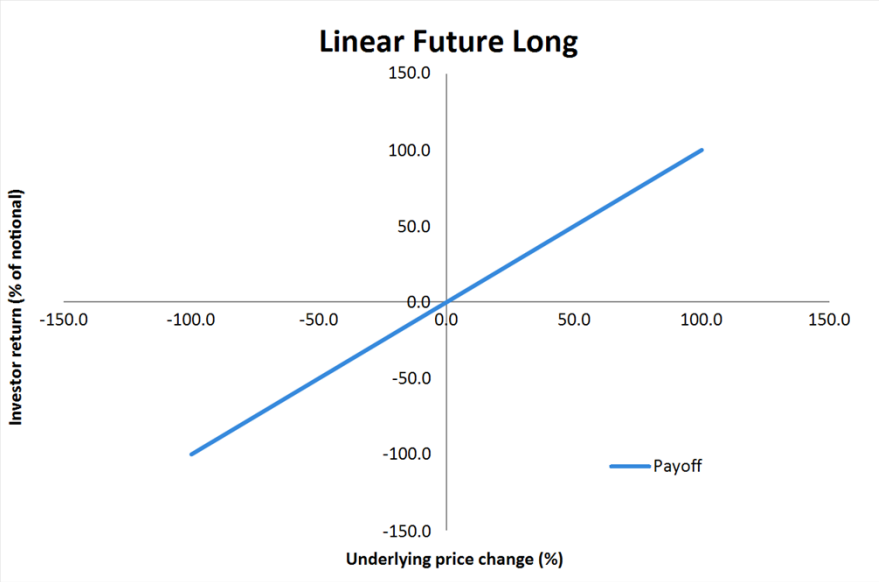
The risk indicator assumes that you hold the product until the end of the recommended holding period. If you liquidate the investment early, the actual risk may vary significantly, and you may get back less.

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. This rates the potential losses from future performance at a very high level, and poor market conditions could impact the capacity of CFL to pay you.
Be aware of currency risk. You will receive payments in a different currency, so the final return you will get depend on the exchange rate between the two currencies. This risk is not considered in the indicator shown above.

**In some circumstances you may be required to make further payments to pay for losses.** The total loss you may incur may significantly exceed the amount invested. This product does not include any protection from future market performance so you could incur significant losses. If we are not able to pay you what is owed, you could incur significant losses. This is called "credit risk".

**Performance scenarios**

**This graph illustrates how your investment could perform. You can compare it with the pay-off graphs of other derivatives.**




The graph gives a range of possible outcomes and is not an exact indication of what you might get back. What you get will vary depending on how the underlying develops. For each level of the underlying, the graph shows what the profit or loss of the product would be. The horizontal axis shows the possible price changes of the underlying and the vertical axis shows the resulting profit or loss as a percentage of the notional value.

Buying this product means that you expect the price of the Underlying Cryptoasset to increase.

This product is leveraged and provides no capital protection. You may lose your entire investment and, because of margin requirements, you may have to make further payments and could lose more than the amount you originally invested.

The profit or loss is calculated as a percentage of the notional value of the contract.

The figures shown include all the costs of the product itself, but may not include all the costs that you pay to your advisor or distributor. The figures do not take into account your personal tax situation, which may also affect how much you get back.

## 3. What happens if CFL is unable to pay out?

You may suffer a financial loss if CFL, the PRIIP manufacturer and operator of the trading venue, is unable to meet its obligations relevant to this investment product, for example its obligations in connection with the operation of the trading venue, for instance in the event of bankruptcy or an official directive for resolution action. Please note that client funds held by CFL are segregated from CFL's own funds. You may also suffer a financial loss if the counterparty matched to your trade on the trading venue is unable to fulfil its obligations under the product, or if Payward Europe Digital Solutions (CY) Limited ("PEDSL-CY"), through which you access this investment product, is unable to meet its obligations to you. Margining and other risk-management procedures may reduce, but may not eliminate, these risks.

PEDSL-CY is a member of the Investor Compensation Fund for Clients of Cyprus Investment Firms ("ICF"). The ICF covers claims arising due to PEDSL-CY's failure to repay the funds owed to covered clients or belonging to them and held on their behalf in connection with investment operations. It also covers claims due to PEDSL-CY's inability to return to the covered clients any financial instruments belonging to them and held, managed or administered on their behalf in connection with investment operations. Subject to the ICF's eligibility conditions, the compensation payable to you in respect of your aggregate covered claims against PEDSL-CY is limited to the lower of (i) 90% of your aggregate covered claims and (ii) EUR 20,000. ICF compensation depends on whether you have an eligible covered claim against PEDSL-CY; a default of CFL or your matched counterparty does not, by itself, determine entitlement to ICF compensation.

## 4. What are the costs?

**Costs over time**

The tables show the amounts that are taken from your investment to cover different types of costs. These amounts depend on how much you invest and how long you hold the product. The amounts shown here are illustrations based on an example notional amount and the recommended holding period. The example investment is an initial investment of 5,000.00 USD on a 2x leveraged Linear Perpetual Future on Bitcoin, the product is a long position and exited after 1 day. Differences in the above characteristics may produce different results. Please see https://www.cryptofacilities.com/ for full details on cost and charges.

**We have assumed:** (i) you would get back the amount that you invested (0 % annual return) and (ii) a notional value of 10,000.00 USD

| | **If you exit at the Recommended Holding Period** |
|---|---|
| **Total costs** | 10.00 USD |
| Cost impact (*) | 0.10 % |

(*) This illustrates the effect of costs, in relation to the notional value of the product, over a holding period of less than one year. This percentage is calculated based on the cumulative costs in this period, divided by the notional value of the product, and cannot be directly compared with the figures on the impact of the costs of other products.

**Composition of costs**

| **One-off costs upon entry or exit** | | If you exit at the Recommended Holding Period |
|---|---|---|
| **Entry costs** | When you enter into the product you pay a maker or taker fee denominated in USD calculated as a percentage of the notional order value for a matched trade based on your 30-day rolling futures trading volume. In this example, we are assuming a taker fee of 0.05 % being charged on the notional amount of the product. | 5.00 USD (0.05 % x 10,000.00 USD) |
| **Exit costs** | When you exit the product you pay a maker or taker fee denominated in USD calculated as a percentage of the notional order value for a matched trade based on your 30-day rolling futures trading volume. In this example, we are assuming a taker fee of 0.05 % being charged on the notional amount of the product. | 5.00 USD (0.05 % x 10,000.00 USD) |

| | | |
|---|---|---|
| **Ongoing costs** | | |
| **Management fees and other administrative or operating costs** | N/A | N/A |
| **Transaction costs** | N/A | N/A |
| **Incidental costs taken under specific conditions** | | |
| **Performance fees** | N/A | N/A |

## 5. How long should I hold it and can I take money out early?

**Due to its high volatility, the product does not have a recommended holding period. In order to present required information in accordance with legal requirements, this Key Information Document refers to a recommended holding period of one calendar day.**

The product reacts to the smallest price movements of the underlying asset, resulting in potentially material gains and losses over unpredictable periods of time. An individual recommendation of a holding period could provide misleading information to investors. Investors should monitor their position frequently to determine the most optimal time to exit or reduce their investment by submitting a liquidation order via the Kraken platform.

## 6. How can I complain?

Any complaint can be submitted to CFL via the website https://www.cryptofacilities.com/ and subsequently via the email address received upon making contact via such website. Complaints should include the name of the product and the trade identifier provided to you (as available on the platform under your trade list) as well as the reason for the complaint.

## 7. Other relevant information

The information contained in this Key Information Document does not constitute a recommendation to buy or sell the product. You should only trade derivative products if you understand the risks involved. Extensive educational material on this product and cryptoassets is available on https://www.cryptofacilities.com/. 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 price you expected. Ensure your internet signal strength is sufficient before trading. The website https://www.cryptofacilities.com/ contains important information regarding your account, our legal terms for this product, and our policies. You should ensure that you are familiar with all terms that apply to your account.