



Trade Examples: *All examples below are for illustration purpose only and do not represent any advice or trading strategy*

Trade Example 1 – Long position with profit (Day trading)

Index CFD: US30.IXC
Bid/Ask Price: 18,400/18,402 (Spread = 2 index points)

Trader believes US Dow Jones will appreciate. He/she buys 10 US30.IXC @ 18,402 (Entry price)

Trade Value = $10 * 18,402 = \text{USD } 184,020$

Initial Margin @ 5% = USD 9,201

Commission = 0

Later in the day Bid/Ask Price: 18,409/18,411 (Spread = 2 index points)

Trader decides to close out position to take profit. He/she sells 10 US30.IXC @ 18,409 (Exit price)

Trade Value = $10 * 18,409 = \text{USD } 184,090$

Commission = 0

Gross Profit = Quantity * (Exit price – Entry price) = $10 * (18,409 - 18,402) = \text{USD } 70$

Net Profit = Gross profit – Commission = $\text{USD } 70 - 0 = \text{USD } 70$

Trade Example 2 – Long position with loss (Day trading)

Index CFD: HK50.IXC
Bid/Ask Price: 22,900/22,915 (Spread = 15 index points)

Trader buys 10 HK50.IXC @ 22,915 (Entry price)

Trade Value = $10 * 22,915 = \text{HKD } 229,150$

Initial Margin @ 5% = HKD 11,457.5

Commission = 0

Later in the day Bid/Ask Price: 22,885/22,900 (Spread = 15 index points)

Trader decides to close out position to take loss. He/she sells 10 HK50.IXC @ 22,885 (Exit price)

Trade Value = $10 * 22,885 = \text{HKD } 228,850$

Commission = 0

Gross Loss = Quantity * (Exit price – Entry price) = $10 * (22,885 - 22,915) = \text{HKD } -300$

Net Loss = Gross Loss – Commission = $\text{HKD } -300 - 0 = \text{HKD } -300$

Trade Example 3 – Short position with profit (Day trading)

Index CFD: AX200.IXC
Bid/Ask Price: 5,515/5,517 (Spread = 2 index points)

Trader sells 25 AX200.IXC @ 5,515 (Entry price)

Trade Value = $25 * 5,515 = \text{AUD } 137,875$

Initial Margin @ 5% = AUD 6,893.75

Commission = 0

Later in the day Bid/Ask Price: 5,506/5,508 (Spread = 2 index points)

Trader decides to close out position to take profit. He/she buys 25 AX200.IXC @ 5,508 (Exit price)

Trade Value = $25 * 5,508 = \text{AUD } 137,700$

Commission = 0

Gross profit / Loss = Quantity * (Exit price - Entry price) = $-25 * (5,508 - 5,515) = \text{AUD } 175$

Net Profit = Gross Profit – Commission = $\text{AUD } 175 - 0 = \text{AUD } 175$