

Key Information Document

COINBASE PRE IPO CONTRACTS “CB PRE IPO CONTRACTS”

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

CB PRE IPO CONTRACTS. CM-Equity AG ("CM-E"), headquartered in Munich, Germany, provides this document in accordance with EU Regulation No. 1286/2014. You can reach CM-E by mail to Kaufingerstraße 20, 80331 Munich, Germany or by e-mail to info@cm-equity.de. CM-E is a financial institution licensed in Germany and is subject to supervision by the Bundesanstalt für Finanzdienstleistungsaufsicht, Graurheindorfer Straße 108, 53117 Bonn ("BaFin"). This Key Information Document is dated 21 December 2020 (not yet updated).

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

What is this product?

Type. The CB PRE IPO CONTRACTS represent futures contracts whose value is linked to the market capitalization of a specific stock – in this case Coinbase Inc. – at the end of its first trading day at the stock exchange ("Underlying"). CB PRE IPO CONTRACTS are settled exclusively by exchanging crypto assets. CM-E itself provides the purchase and sales prices. There may be a reasonable difference between the purchase and sales price (so-called spread). The CB PRE IPO CONTRACTS are not freely transferable and can only be purchased from and sold back to CM-E. Trading on a stock exchange does not take place (so-called OTC derivative). Purchasers of the CB PRE IPO CONTRACTS have no claim to delivery of the Underlying nor shareholder rights. The CB PRE IPO CONTRACTS are limited in term and expire (i) at the closing time of the first trading day of the actual stock, (ii) on 1 June 2022 if CM-E gives notice accordingly, (iii) after termination notice by CM-E, whichever is earlier. If the contract is terminated before the IPO actually happens, it expires with a valuation of the total market capitalization of USD 8bn. The maximum market capitalization of the CB PRE IPO CONTRACTS is limited to the equivalent of USD 250mm. If the value of the CB PRE IPO CONTRACTS move more than 20% in a single day, CM-E may at its discretion close out positions. After its expiration because of an actual IPO, the CB PRE IPO CONTRACTS roll over to Fractional Stocks contracts with the respective stock as Underlying. The Underlying for Fractional Stocks is the Stock of the listed company calculated by market capitalization divided by total number of shares. Please confer the Key Information Document for Fractional Stocks for more information. CM-E may at its discretion terminate the CB PRE IPO CONTRACTS with prior notice of one day if the IPO is postponed or cancelled. The CB PRE IPO CONTRACTS are subject to German law.

Investment amount: EUR 10.000	
Stress scenario	EUR 0 - 100,00%
Pessimistic scenario	EUR 7.000 - 30,00%
Middle scenario	EUR 10.000,00 + 0%
Optimistic scenario	EUR 11.500,00 + 15%

What happens if CM-E is unable to pay out?

CM-E is the sole counterparty for claims arising from the CB PRE IPO CONTRACTS. If CM-E is not able to make payments, the claims cannot be sold partially or fully to CM-E. There is a risk of partial or complete loss of the investment.

What are the costs?

CM-E does not charge any direct costs. CM-E may charge a reasonable and fair difference between the buying and selling price. The difference can be found in the respective price and service list.

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

There is no recommended holding period. There is no withdrawal period. A disinvestment is basically possible at any time.

How can I complain?

Complaints should be addressed to info@cm-equity.com. Besides, the Verband unabhängiger Vermögensverwalter Deutschland e.V. (VuV) has set up an arbitration office in accordance with the EU Directive No. 2013/EU of 21.5.2013 on alternative dispute resolution. CM-Equity AG is a member of the VuV and thus affiliated to this arbitration board. In the event that a customer complaint between the parties cannot be resolved directly, you may call the arbitration board on the part of the customer. The arbitration procedure is free of charge for the applicant. The address of the VuV-Ombudsstelle is: VuV-Ombudsstelle, Stresemannallee 30, 60596 Frankfurt am Main