

Services, Products and Risks Overview

Vivid Invest GmbH

1. Services

Execution Only Services for Retail Clients

A. Reception & Transmission of Orders

At VIVID You invest entirely independently. Investing independently means that You submit Orders through VIVID. This is also called brokerage services, or 'execution only'. It means that You submit Orders through VIVID independently and on your own initiative without advice of VIVID and without a discretionary management relationship with VIVID. VIVID will facilitate the reception and transmission of your Orders.

B. Execution of Orders

For all your orders in Financial Instruments, VIVID will transmit your Orders to CM-E. CM-E will be responsible for the execution of your Order. CM-E has a Pricing Fairness process for the order execution. VIVID will monitor the adherence to these processes by CM-E in relation to your Orders. All orders, buy as well as sell, will be executed with CM-E as counterparty, outside a Trading Venue. This is also called Over-The-Counter trading, or OTC Trading. The risks related to such trading are described in the Risk Section underneath.

C. FX Conversions

For all Orders in Financial Instruments which price is provided in a Foreign Currency, a currency conversion will need to be undertaken from Your Euro Vivid account. Vivid will facilitate the conversion of currencies.

VIVID will inform You on the associated currency exchange rate and additional fees before and after Your Order is executed. The conversion exchange rate is determined through the use of international (standardized) currency benchmarks.

D. Instant Buy/Sell

Normal trading takes place using settlement times between the execution of an order and the actual settlement of the transaction. The settlement time (normally about 2 days) leads to a delay in:

- In case of a buy; actually, receiving the financial instrument
- In case of a sell; actually, receiving the money in your account

Vivid bridges the settlement for you and will take care of instant settlement, where possible. This means in case of a sell for example the money arrives immediately in your Vivid money account.

2. Financial Instruments

A. Investment Products: Fractional Shares

Through the VIVID App you can invest in Fractional Shares. Fractional Shares offer you an opportunity to invest in a part of a single stock or ETF. Sometimes the price of a single stock is quite high (multiple hundred Euros/USD); with a Fractional Share you can invest in a fraction of such a stock. You can invest in 3 different types of underlying equity:

1. US listed Stocks: Investing in major listed Companies on US exchanges
2. US listed ETFs: Investing in listed Exchange Traded Funds on US exchanges
3. EU listed Stocks: Investing in major listed Companies on EU exchanges

A Full catalogue of all available instruments can be found in the Vivid Invest Application.

B. How does trading in Fractional Shares Work?

By trading a Fractional share, you enter into an OTC Bilateral Agreement with CM-Equity. This Bilateral agreement consists of 2 main elements:

1. When you buy a Fractional Share you pay the equivalent of the underlying Stock/ETF price of that moment of the selected instrument.
2. When you sell a Fractional Share CM-E pays you the equivalent of the underlying Stock/ETF price of that moment of the selected instrument

You can buy/sell whenever you want, as long as it is within the indicated Market hours and business days and the funds on your account are sufficient. There is no leverage applied to these instruments and CM-E will hedge your investments by buying/selling the underlying instruments on an Exchange like NYSE, NASDAQ or Euronext.

C. Limitations to Fractional Shares

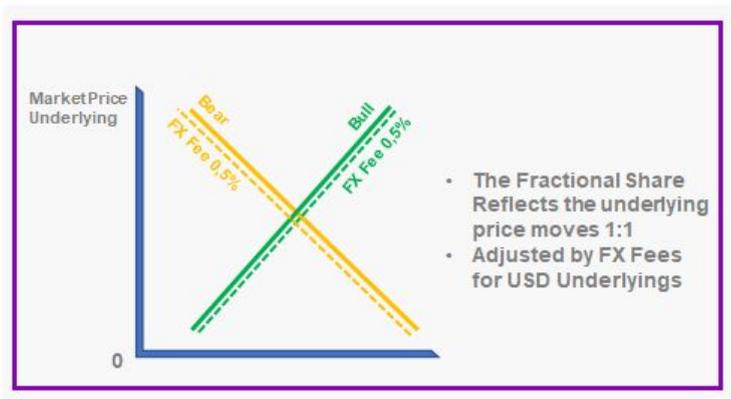
1. You do not own the underlying Stocks/ETFs: So, no Voting Rights etc. will apply to your investments;
2. We only accept buy/sell orders larger than 0.01 Euro; We round up any orders to 2 decimals;
3. Full Stocks/ETFs (so exact units of 1 and multiples thereof) will also be bought via Bilateral Agreements;
4. Every Buy/Sell is with CM-E as Counterparty;
5. It is not possible to transfer Instruments in/out of the Vivid account to/from another investment account at a 3rd party. In case You want to close the investment account with Vivid, you have to sell all open positions to CM-E.

3. Costs Overview for Investment Services and Products

A breakdown of the Service and product Costs are provided for underneath. Every order will include a specific cost disclosure so transparency on all the specific costs related to your order will be disclosed again in the Application.

Per Product	Service Costs				Product Costs			
	One-Off Charges	Ongoing Charges	Commissions related to Transactions	Charges for Ancillary Services	One-off Charges	Ongoing Charges	Costs related to Transactions	Incidental Costs
Fractional Shares US Stocks	0	0	0	FX Fees (0,5%)	0	0	0	0
Fractional Shares US ETFs	0	0	0	FX Fees (0,5%)	0	0	ETF Management Costs	0
Fractional Shares EU Stocks	0	0	0	0	0	0	0	0

The costs visualisation underneath indicates the influence of applied costs on the valuation of the fractional share. The price of the fractional share is based on the underlying financial instrument.



4. Risk Disclosures

Warning!

You are about to purchase a product that is not simple and may be difficult to understand. You may lose your entire initial investment. Past performance is not indicative for future performance.

A. Product risk and complexity

The Fractional Shares we offer are so called Over-the-Counter (OTC) financial instruments. OTC financial instruments are complex and difficult to understand. Fractional Shares have the following characteristics:

- There is no leverage on the instruments. You may lose your initial investment entirely but not more than that.
- The price performance of Fractional Shares is bound to the respective underlying. Differences in prices may occur due to latency of price feeds.
- There are no hidden costs
- There is no margin trading possible
- The Counterparty, CM-E, is a licensed Investment Firm under BAFIN supervision and member of the Compensatory Fund of Securities Trading Companies (EdW) which insures 90% of your individual funds allocated to Euro-denominated financial instruments up to EUR 20.000,00.

However, due to the infrastructure of the trading and the nature of the Financial Instrument, specific risks do apply. In the following, we want to disclose the most relevant risks involved in the financial products to you. Please note that the list is non-exhaustive.

B. Market and Volatility Risk

The price of the Fractional Shares is bound to the underlying stocks or exchange traded products (“ETPs”) traded on Regulated Markets. Such underlying may be subject to high volatility. This means the price can rise or decline rapidly. As the performance of Fractional Shares is bound to the performance of the underlying, this risk applies to Fractional Shares in the same manner. Your positions may be subject to high volatility. In particular, the underlying may shift its price suddenly significantly higher or lower (so called gapping) or orders may be executed for a different price than shown in the price feed (so called slippage).

C. Insolvency Risk

If your Fractional Shares are bound to shares of a company, you own the economic value of an actual share in the company. In case this company files for bankruptcy the value usually loses value dramatically as shareholders are generally subordinated vis-à-vis other creditors of the company. You may lose parts or all of your initial investment.

D. Counterparty Risk

All trades in Fractional Shares are executed with CM-E as counterparty. You should be aware that CM-E might default on its contractual obligation towards You and will not be able to redeem your initial investment and/or potential appreciation in price. In case of CM-E’s insolvency, you may not be able to redeem parts or all of your initial investment.

E. Liquidity Risk

Liquidity is how easily an asset or security can be bought or sold in the market, and converted to cash. Sometimes there is a risk a position cannot easily be executed. This is called liquidity risk. For every tradeable and non-tradeable instrument some liquidity risk applies, even on highly active markets. Lacking liquidity for the underlying instrument may result in a situation where your order for Fractional Shares cannot be executed either. With regards to Fractional Shares, your sole counterparty to sell

Fractional Shares to is CM-E. Therefore, Fractional Shares bear a higher liquidity risk than the underlying and are generally considered illiquid financial products.

F. IT Risk

We cannot guarantee that the vivid app is always accessible to you. Furthermore, we rely on third party IT-infrastructure in order to execute your trades. It may happen that our brokerage services are temporarily unavailable or inaccessible to You due to defects, maintenance, updates that may be incompatible with your device, patches etc. If this is the case, you will not be able to open or close Your positions for the time of interruption. This may result in a partial or total loss of your initial investment.

G. Tax

Your trading activity may be a taxable event in Your jurisdiction. We do not offer any tax advice. You have the sole responsibility to comply with tax requirements applicable to You. Tax legislation may have a significant impact on your profits and losses.

H. Regulatory Changes

Financial market regulation is constantly evolving or changing. Due to changes in the law or supervision, we may have to restrict our offering to You. We also may be required by law to close or limit Your positions. This may result in a total or partial loss of your initial investment.

I. Currency Risk

The Fractional Shares are denominated in Euro. However, the underlying may be denominated in another currency such as US-Dollar, Pound Sterling etc. Fluctuations in between these currencies may impact the profits or losses of your investment. Even though the price of the underlying appreciates in value, it may occur that Your position in EUR decreases due to foreign currency fluctuations.

In general, Investing is not Risk free. Be aware you can lose your money.