



ETD Short Put Option

Key Information Document (KID)

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

PRIIP Name	Exchange Traded Derivative - Short Put Option
PRIIP Manufacturer	Exchange venue specific to the option traded.
Website	Contact details specific to the exchange venue.
Telephone	Contact details specific to the exchange venue.
Competent Authority	Authority specific to the exchange venue.
Date of KID	19 March 2025

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

What is this product?

Type

An Exchange Traded Derivative ("ETD") – Short Put Option

Term

There is no recommended holding period although the contract will expire according to its expiration date. It is possible that some types of options ("American" options) are exercised early by the buyer and you, the seller, can be allocated by the exchange to fulfill your obligation.

Early termination may occur in the event your account has insufficient funds to support the margin requirement for your position, or if IBIE for other reasons decides to discontinue the option (e.g. due to halts or suspensions or errors or illiquidity or volatility in the market for the underlying product, IBIE's own risk or profit parameters, technical errors, communication problems, market or political or economic or governmental events, acts of God or nature), or if IBIE were to become insolvent.

Objective

A short put option position provides you with the obligation to buy an underlying instrument at an agreed price within a specified time. The compensation for this obligation is the option premium that you receive to open the short position. The basic option strategy is that the price of the underlying will rise above the agreed strike price before the option expiration date. The value of the option will depend on the price of the underlying instrument, expected dividends (if any), the option strike price, expected market interest rates, time to expiration, instrument volatility and the type of option contract (American or European). The value of any option contract is complex and while a short put position typically enables you to benefit from a rise in the underlying, should the underlying fall you can lose more than the option premium you received for selling the option. A short option means that you receive the option premium in cash when you open the position but should the underlying fall you will be obligated to ensure your account has enough funds to cover your exposure. The exposure margin is based on the historical volatility of the underlying and other factors. A short option is a leveraged product; the seller receives exposure to the notional value of the underlying instrument that is greater than the option premium received.

Intended Retail Investor

Trading in this product will not be appropriate for every investor. This product is intended for investors who have knowledge of, or are experienced with, leveraged products, who have a high risk tolerance and who understand that they may lose more than the initial margin deposited to open the position.

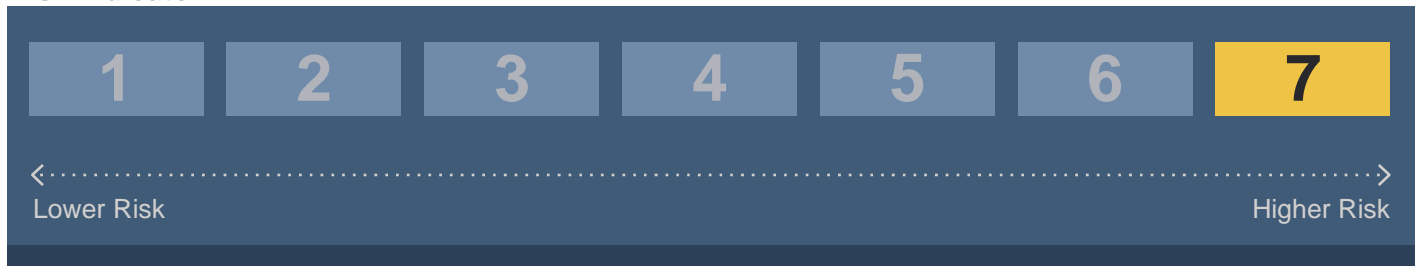
Insurance Benefits

None

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

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 market.

Risk Indicator



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 in poor market conditions, which can result in a total loss of the capital you invested in this product. **Be aware of currency risk. All margins, profits and losses in relation to this product are calculated using the currency in which the product is denominated, exposing you to fluctuations in the value of that currency if it is not the base currency of your account. This risk is not considered in the indicator shown above.**

Be aware of margin risk. If your account does not contain enough equity to meet applicable margin requirements your open positions will be liquidated. The total loss you may incur may significantly exceed the initial margin requirement and may exceed the equity in your retail account. You may not be able to close your position easily or you may have to close at a price that significantly impacts your realised profit/loss. Markets may fall or spike overnight and we may not be able to close out your position at a price that would avoid losses greater than the margin originally deposited. This product does not include any capital protection from future market performance so you could lose some or all of your investment. Investors should assess the risk and reward profile of the futures contract underlying a futures option. Details are available in the Key Information Document for that futures contract.

Performance Scenarios

Short Put Payoff Graph



This graph illustrates how your investment could perform. You can compare it with the pay-off graphs of other derivatives. The graph presented 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 will develop. For each value of the underlying, the graph shows what the profit or loss of the product would be. The horizontal axis shows the various possible prices of the underlying on the expiry date and the vertical axis shows the profit or loss. Selling a put option means that you think the underlying price will remain the same or increase.

The maximum profit is restricted to the option premium received, while the maximum loss is determined by the price of the underlying minus the option premium received. The underlying must move above a level defined by the agreed price ("strike price") for the contract to expire "out of the money" else the contract will expire "in the money" and you will incur a loss that may exceed the option premium received. If the option expires "in the money" you will be obligated to buy the underlying for the agreed price (physical delivery) or to settle in cash the losses you have incurred (a cash delivery). The tax treatment of your investment will depend on your individual circumstances and tax residency and may change in the future. Tax may reduce your investment returns.

What happens if the PRIIP Manufacturer is unable to pay out?

The PRIIP Manufacturer for an Exchange Traded Option is the exchange itself or an associated clearinghouse which acts as guarantor for the contracts it issues. IBIE segregates all client funds from its own money as required by the Irish CBI Client Assets Regulations. IBIE is a member of the Investor Compensation Scheme (ICS). This means that if IBIE is unable to pay out, retail investors and certain other investors may be eligible to make a claim of up to EUR 20,000 under the limits and conditions set out under the Irish Investor Compensation Act 1998 (as amended) but may otherwise lose all of their initial investment and any returns generated on their initial investment. For more information and eligibility criteria visit www.investorcompensation.ie.

What are the costs?

The Reduction in Yield (**RIY**) shows what impact the total costs you pay will have on the investment return you might get. The total costs take into account one-off, ongoing and incidental costs. The amounts shown here are cumulative costs of the product itself, over the recommended holding period. They include potential early exit penalties. The figures are estimates and may change in the future.

The person selling you or advising you about this product may charge you other costs. If so, this person will provide you with information about these costs, and show you the impact that all costs will have on your investment over time.

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 investment amount.

Notional Investment : Specific to the options contract.	Holding Period: An exchange traded option can be held unto the specified contract expiration date
Total costs	Specific to the option contract
Impact on return (RIY) per year*	Specific to the option contract

Composition of Costs

The table below shows the impact of the different types of costs.

One- off costs upon entry or exit		
Entry costs	USD 0.25 – 4.87 per contract	Brokerage Commissions. This is the most you will pay, and you could pay less.
Exit costs	USD 0.25 – 4.87 per contract	Brokerage Commissions. This is the most you will pay, and you could pay less.
Management fees and other administrative or operating costs	0%	Not Applicable
Transaction costs	0%	Not Applicable
Performance fees	0%	Not Applicable

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

Recommended (required minimum) holding period: None.

There is no recommended holding period or minimum holding period. There are no consequences of you choosing to close your position other than ending your exposure to the underlying at that time. The contract will expire on the expiration date specified in that option contract or certain types of options allow the holder to exercise early and you may be allocated by the exchange to fulfill your obligations as the seller of the option contract.

How can I complain?

If you wish to make a complaint, you can contact Interactive Brokers Ireland Limited, North Dock One, 91/92 North Wall Quay, Dublin 1 D01 H7V7, Ireland (complaints@interactivebrokers.ie). IBIE maintains a [Complaints Handling Procedure](#) where you can find more detail on how to submit a complaint and what to expect. In certain cases, you may refer your complaint to the Financial Services and Pensions Ombudsman (**FSPO**). Please find a copy of the FSPO's customer leaflet [here](#). If you purchased the product through an advisor or someone other than IBIE, you can also contact the person who advised you or who sold you the product.

Other relevant information

While this key information document is a detailed summary of this product, it does not contain all information relating to the product. For product specifications details (trading hours, margin calculation, leverage, contract sizes etc.) please refer to the [product section](#) available on our website. The terms and policies displayed on our [website](#) contain important information regarding your account. You should ensure that you are familiar with all the terms and policies that apply to your account.