

# A TAX FREE FUTURE.

**iBet**  
FINANCIALS

## iBet - A Zero Tax Spread Betting Service

iBET is a new service that allows you to take advantage of a zero-tax regime through the process of placing spread bets on market movements. The service is provided by iBet Financials, a division of the Kyte Group Limited. Traders can access and complete any spread betting contract via their usual electronic platform without any disadvantage or degradation to performance or to prices.

Betting winnings are free of UK income tax. HMRC has confirmed in writing that the winnings of a spread betting syndicate are not liable to UK income tax. Whilst tax laws may change in the future, current legislation permits spread betters to pay zero tax on winnings. Advice from expert tax lawyers suggests, that this tax benefit applies to UK individuals who place spread bets only and not conventional trades i.e. you should stop all trading and just spread bet.

### Issues to consider

There are a few issues you should consider before using the iBET platform:

- Higher costs than trading futures; there will be an additional clearing fee per lot applied to your account.
- No LIFFE liquidity provider ('LP') or similar exchange incentive rebates will be available to spread betters. For US business, you will not be eligible for any discounted exchange fees on CME Group products via the International Incentive Program and full client exchange fees will be applied.
- "Client Money" protection is not available. Your account will not sit in the firm's client money segregated pool. In the event of Kyte's insolvency, you are "at risk" at the same level as a general creditor when spread betting.

We cannot give tax advice. There is no guarantee that the tax treatment of spread betting winnings will be exactly as we understand it nor that the relevant law will not change in future and/or apply with retrospective effect. We suggest that you obtain your own independent tax advice and that any tax due to the HMRC remains your responsibility.

### Contact Us

[info@iBetFinancials.com](mailto:info@iBetFinancials.com)

[www.iBetFinancials.com](http://www.iBetFinancials.com)

## Benefits

### Choice

We offer a range of leading execution platforms supporting 'one-click' trading and auto-spreading tools.

### Zero Spread

We always mirror the underlying markets.

### Automation

We provide a variety of APIs to support your algorithmic strategies.

### Speed

We support a choice of high speed platforms with which to place spread bets.

### About The Kyte Group

The Kyte Group Limited "KGL", an independent Futures Commission Merchant (FCM), provides clearing and settlement services to professional "expert" traders who transact business on the world's leading exchanges. KGL offers clearing services, risk management, financing and direct market access to proprietary traders, brokers, automated/algorithmic trading systems, market makers and hedge funds. KGL provides comprehensive market access to exchange-listed, traditional and alternative investment instruments including financial futures and options, cash stocks, cash bonds, warrants, foreign exchange and commodity derivatives. KGL is a leading agency clearer on LIFFE, Eurex, CME and ICE. KGL and its subsidiaries, Kyte Broking Limited and Kyte Capital Advisors LLP, are separately authorised and regulated by the Financial Services Authority. KGL is a majority owned subsidiary of GFI Group Inc.



Disclaimer: In the UK, profits generated from spread betting are free from capital gains tax and there is no stamp duty. However tax laws can change and all individuals and higher rate tax payers should seek independent advice regarding their tax affairs. Individuals aren't able to offset any losses against capital gains for capital gains tax purposes.

Risk Warning: Spread betting is a leveraged product and carries a high level of risk to your capital. It is possible to lose more than your initial investment rapidly. The material contained within this communication is directed exclusively at professional traders; moreover any investment services to which the material may related will only be made available to professional traders. UK Tax laws may be subject to change, may depend on personal circumstances and can differ if you pay tax in any jurisdiction outside of the UK. It is therefore advisable to seek independent tax advice. iBet is a trading name of The Kyte Group Limited which is authorised and regulated by The Financial Services Authority under FSA Register No. 114120, registered in England and Wales under Companies House Register No. 01810354 with registered address: Business Design Centre, 52 Upper Street, London N1 0QH, VAT registration number GB849020040.