PREVENTION OF RISKS

1. **Introduction**

1.1. All Clients and potential Clients should carefully read the risks described in this document before contacting the Company for opening a trading account and starting trading with the Company's support. However, it should be noted that in this document it is impossible to reflect all the risks and other significant aspects of trading contracts for the difference. This warning is intended to objectively and reliably explain the general nature of the risks associated with trading contracts for the difference

2. **Commission and taxes**

2.1. When providing the Services to the Client, the Company charges a commission, information on which is provided on the Company's website. Before commencing trading operations, the Client must receive detailed information about all types of commission and payment that will be withheld from him for the provision of the Services. The client is obliged to independently learn about the changes in the payment terms.

2.2. If any forms of payment are not represented in monetary terms, but, for example, constitute a certain percentage of the value of a contract, a trading spread, etc., then the Client must make sure that he knows the potential value of such a payment.

2.3. A company can charge a reimbursable payment at any time.

2.4. There is a risk that if the Client trades any contracts for a difference, such trade may be taxed and / or other duties due to changes in the law or personal circumstances of the Client. The company does not guarantee that there is no need to pay taxes and / or any other State duties. The company does not provide tax advice.

2.5. The client is responsible for the payment of taxes and / or any other fees payable in connection with its trading activities.

2.6. Please note that taxes are subject to change without prior notice.

2.7. It is necessary to take into account that the prices for trading contracts for the difference are set by the Company and may differ from the prices indicated in other sources. The Company's prices for transactions with securities are the prices at which the Company is willing to sell contracts for a difference to its Clients at the time of sale. Accordingly, at the time the contract is sold for the difference in price, the companies may not coincide with the level of market prices in real time.

3. **Risks of third parties**

3.1. The company may transfer funds received from the client to a third party (for example, an intermediary broker, a bank, a market, a clearing agent, a clearing organization or an over the counter counterparty located outside the UK) for the third party to keep or manage the received cash for Conducting an operation through this person or with this person, or to fulfill the Client's obligation to provide security for the performance of an operation (that is, to fulfill the requirement to start the level of margin). The Company is not responsible for any actions or omissions of any third party to whom it transfers funds received from the Client.

3.2. The system of legal and regulatory regulation of the activities of such a third person will differ from the corresponding system in force in the UK, and in the event of insolvency or any other similar incapacity of the person to fulfill its obligations, the Client's funds may be subject to other procedures than the funds in a separate account In Great Britain. The company is not responsible for the solvency, actions or omissions of any third parties mentioned in this paragraph.

3.3. The third person to whom the Company transfers money can place them on a consolidated account, which may make it impossible to separate them from the funds of the Client or a third party. In the event of the insolvency of a third party or any other similar proceeding in its respect, the Company may be able to present only an unreasonable claim on behalf of the Client, in As a result of which the Client will be at risk that the funds received by the Company from a third party will not be sufficient to satisfy the Client's claims in relation to the relevant account. The Company is not liable for any consequential damages.

3.4. The Company may store funds received from the Client in depositaries, which may have security interests, the right to withhold debts or the right to set-off claims for these funds.

3.5. The interests of banks or brokers with which the Company cooperates may conflict with the interests of the Clients.

4. **Insolvency**

4.1. As a result of the Company's insolvency or the Company's failure to fulfill its obligations, the open positions may be liquidated or closed without the Customer's prior consent.

5. **Compensation fund for investors**

5.1. The company is a member of the Compensation Fund for Investors, intended for clients of investment companies, whose activities are regulated by UK law. Certain customers will be eligible for compensation from the Compensation Fund for investors, if the Company does not perform its obligations um. Compensation must not exceed 20,000 (twenty thousand) euros for each Client who has received such a right. For more information, go to the "Investor Compensation Fund" tab on our website.

6. **Technical risks**

6.1. Neither the Company nor the Customers shall be liable for the risks of financial loss arising from the failure, malfunction, suspension, disconnection or malicious actions of information, communication, electrical, electronic or other systems.

6.2. If the Customer conducts transactions in an electronic system, he is exposed to risks associated with the operation of this system, including the risk of hardware and software failure, servers, data lines and the Internet. As a result of any such failure, the order issued by the Client, May not be performed in accordance with his instructions or not performed at all. The company is not liable in the event of such a malfunction.

6.3. The client should be aware that unencrypted information transmitted via e-mail is not protected from unauthorized access.

6.4. During active transactions, the Client may encounter difficulties in trying to call the Company or connect to the Company's platforms / systems, especially in a fast market environment (for example, in the announcement of key macroeconomic indicators).

6.5. The client should be aware that the Internet may be subject to various problems that may prevent him from accessing the Company's website and / or trading platforms / systems, in particular, problems such as stopping or disrupting data transmission, failures in work Hardware and software, the inability to connect to the Internet, disruptions in the operation of urban electrical networks, or hacker attacks. The Company is not liable for damages or losses incurred as a result of the specified problems beyond the control of the Company, as well as for any other losses, costs, debts or expenses (including lost profits) incurred as a result of the Client's inability to access the web -site of the Company and / or trading systems, as well as due to delays or failures in the dispatch of orders or the performance of transactions.

6.6. In connection with the use of computer equipment, digital data and voice communication systems among other risks that may cause losses for which the Company is not liable, Clients are exposed to the following risks:

a. Termination of the supply of electricity by the Client, the service provider or the telecommunications operator (including voice communications) that serves the Customer;

b. Mechanical damage (or destruction) of communication channels used for communication between the Customer and the service provider (communication operator) or between the service provider and the Client's trading or information server;

c. Communication interruptions (unacceptably low quality of communication) used by the Customer or the Company or in the communications service used by the service provider or telecommunications operator (including voice communication) serving the Customer or the Company;

d. Invalid or inconsistent settings of the Client Terminal; e. Untimely update of the Client Terminal;

f. When performing operations on telephone lines (terrestrial or mobile), the Customer is exposed to the risk of difficulties in calling the subscriber if he tries to reach the employee or the brokerage department of the Company, due to poor communication quality and excessive congestion;

g. The use of communication channels, hardware and software creates the risk that the message (including text message) of the Company will not be received by the Client;

h. The conduct of trade on the telephone can be hampered by high traffic congestion; i. Incorrect operation or inability to use the platform, including the client terminal.

6.7. The customer can incur financial losses due to materialization of the above risks, in which case the Company is not liable for the damage caused and all responsibility for all related risks lies with the Client.

7. **Trading Platform**

7.1. We warn the Client that when trading on an electronic platform, he takes on himself the risk of material losses that may become a consequence, among other things:

a. Failure of equipment or software used by the Customer, or poor connection quality.

b. Failure, malfunctioning or use of the hardware or software of the Company or the Customer.

c. Misuse of the equipment used by the Customer.

d. Wrong settings of the client terminal.

e. Untimely update of the client terminal.

2. The client must be aware that at any given time only one instruction can be in the execution queue. After the Client sends the instruction, any other instructions sent to them are ignored, and the message "Placing orders blocked" appears on the screen, until the first instruction is executed.

3. The client should understand that the only reliable source of information about changing quotes is the quotes database on the server, updated in real time. The quotation database in the client terminal is not a reliable source of information about changing quotes, since the connection between the client

terminal and the server may be interrupted, and some quotes may simply not be displayed in the client terminal.

4. The client should be aware that when he closes the order creation / deletion window or the opening / closing window of the position, the instruction sent to the server is not canceled.

5. Orders in the queue can be executed one at a time. Multiple orders, simultaneously sent from one Client account, may not be executed.

6. The client should understand that when he closes the order, he does not cancel.

7. If the Customer does not receive the result of the execution of the previously sent order and decides to resend it, the Client should be prepared to assume the risk of performing two operations instead of one.

7.1. The client should understand that if the deferred order has already been executed and the Customer sends an instruction to change its level, the only indication to be fulfilled is the change in the level of protection against losses and / or the order "Take Profit" in an open position, when the deferred order reaches of the given price.

8. **Communication between the Client and the Company**

8.1. The customer assumes the risk of any material losses due to the fact that the Customer received a notification from the Company with a delay or did not receive it at all.

8.2. The client should be aware that unencrypted information transmitted via e-mail is not protected from unauthorized access.

8.3. The Company is not liable if third parties who do not have this authority will have access to information, including e-mail addresses, electronic communications and personal information, at the time of transfer of the specified data between the Company and the Customer or using the network Internet, other network means of communication, telephone or any other electronic means of communication.

8.4. The Customer is fully responsible for the risks associated with the undelivered internal mail messages of the online trading system sent to the Client by the Company, as they are automatically deleted after 3 (three) calendar days.

9. **Force - majeure**

9.1. In the event of force majeure circumstances, the Company may not be able to enforce the orders sent by the Clients or fulfill its obligations under contracts concluded with the Clients. As a result, the Customer may incur financial losses.

9.2. The Company is not liable for any damage or loss incurred as a result of non-execution, suspension or delay in the performance of the Company's obligations under this agreement, in the event that failure to perform, suspension or delay in performance of obligations occurred due to force majeure circumstances.

10. **Non-standard market conditions**

10.1. The client must understand that in the conditions of non-standard market conditions, the execution of orders can be prolonged, orders may not be executed at the declared price or not fulfilled at all. Therefore, orders to establish a limit and to protect against losses cannot guarantee the limitation of losses.

11. **Foreign currency**

11.1. When trading financial instruments in a currency other than the currency of the Client's country of residence, any changes in exchange rates may adversely affect the value, price and performance of this financial instrument and lead to losses for the Client.

12. **A general risk warning for dealing with complex financial instruments (derivative financial instruments, such as contracts for difference)**

12.1. Trading CFDs is an extremely speculative and very risky and is not intended for a wide range of people, but only for investors who:

(A) understand and are ready to assume economic, legal and other risks associated with this type of trade.

(B) take into account their personal financial situation, material resources, lifestyles and obligations, and are financially prepared to completely lose their investment.

(C) have the necessary knowledge to understand the mechanism for trading contracts for difference, the functioning of underlying assets and markets.

12.2. The Company does not provide the Client with advice on the trading of contracts for differences, the operation of underlying assets and markets, and does not provide any recommendations on the placement of investments. Therefore, if the risks associated with this type of trade are not clear to the Client, then he should Seek advice from an independent financial adviser. If, even after consulting a financial adviser, the Client does not understand the risks associated with trading contracts for the difference, he should not trade them at all.

12.3. Contracts for difference - derivative financial instruments, the value of which consists of the prices of the underlying assets / markets with which they are linked (for example, currencies, stock indices, stocks, metals, index futures, forward contracts, etc.). Although the prices for trading the Company are established through an algorithm developed by the Company, they are based on the value of the underlying assets / markets. Therefore, it is important that the Client be aware of the risks associated with the trading of financial instruments based on the underlying underlying assets / markets, as fluctuations in prices for underlying assets / markets affect the profit received by the Client from trading.

12.4. Information on previous trade in contracts for difference does not guarantee that in the present and / or future, these indicators will remain at the same level. On the basis of previous data, it is impossible to make a reliable prediction about the future performance of financial instruments, which include the above data.

12.5. Leverage and the effect of financial leverage

12.5.1. Operations with foreign currency and derivative financial instruments are characterized by a high level of risk. The initial margin level may be insignificant compared to the value of a contract for foreign currency or derivative financial instruments, and therefore a leverage or a leverage effect is applied.

12.5.2. In this case, a relatively small movement of the market in proportion to a greater extent will affect the funds that were or will be made by the Client; it can either work in favor of the Client, as well as to cause him loss. To maintain its position, the Customer may be forced to completely lose the initial margin collateral or any additional funds deposited them at his own expense in the Company. If the market moves against the position of the Client and / or increased requirements to the initial margin level, the client can be forced to urgently deposit additional funds to maintain your position. Failure to deposit additional funds may lead to the closure position (s) of the Client by the Company on its behalf, with the result that client will be liable for any consequential damages or shortfall.

12.6. Orders and strategies aimed at lowering the risk

12.6.1 The placing of certain orders ("protection against loss" if it is allowed by local law, or "Determination limit") to limit losses to a certain level may not reflect the market conditions in which it is impossible to perform such orders - for example, due to the lack of liquidity in the market. Strategy involves the use of combinations of positions, such as spread and straddle may not be less risky than the simple discovery of short or long positions. Therefore, the orders on establishing limits and protection against losses may not guarantee limit losses.

12.6.2. A professional financial advisor cannot guarantee the limitation of losses.

12.7. volatility

12.7.1. Certain derivative financial instruments are traded in a wide intraday range to volatile price fluctuations. Therefore, the client must take into account the fact that the trade is high, not only the probability of making a profit, but also the risk of losses. The price of derivative financial instruments consists of the price of the underlying assets to which they relate. Derivative financial instruments and the related underlying assets may be highly volatile. Prices for derivatives instruments and the underlying assets may fluctuate dramatically over a wide range, as well as to respond to unforeseen events or changes in circumstances beyond the control of the Client or the Company. Under certain market conditions the Client's order cannot be carried out at the announced price, which could result in a loss. Prices for derivative financial instruments and the underlying assets are exposed to, among other things, by changes in the relationship between supply and demand, governmental, agricultural, commercial and trade programs and policies, national and international political and economic events and the prevailing psychological characteristics of the relevant market.

12.8. Margin

12.8.1. Customer understands and accepts the fact that regardless of the information provided by the Company, the value of derivative financial instruments may decline or rise; it should be noted that the investment may be impaired even completely. This occurs as a result of use in the form of a system margining trade when the value of the deposit or margin as compared with the total value of the contract is small, and therefore relatively small change in the price of the underlying assets may have a disproportionate effect on the commercial operations performed by the Client. If the price change of the underlying assets profitable customers, he can make a good profit, but as a small market movement in the opposite direction in a short time can lead to complete loss of deposits from customers, as well as to additional losses for the Client.

12.9. Liquidity

12.9.1. Some of the underlying assets may not immediately acquire liquidity as a result of reduced demand, and the Customer is not always possible to obtain information about the value of the underlying assets, or on the extent of the associated risks.

12.10. Contracts for Difference

12.10.1. CFDs trade that services provided by the company - a non-deliverable spot transaction, allowing to profit from changes in prices of the underlying assets (currency indexes, index, bond, and commodity futures contracts for immediate supply of crude oil, gold, silver, individual stocks, currencies or, from time to time, any other assets on the Company's discretion). If the price change of the underlying assets profitable customers, he can make a good profit, but as a small market movement in the opposite direction in a short time can lead to complete loss of deposits from customers, as well as to the payment of additional fees and other types of costs for the Client. The customer does not therefore need to trade contracts for difference, if he is not willing to take the risk of total loss of invested funds or is not ready to pay any additional fees and other expenses.

12.10.2. Investing in CFDs carry the same risks as investing in futures or options, and the client must be aware of the above risk. contracts for difference operation may be associated with contingent liabilities, and the client must understand all the possible consequences of such operations, as stated in paragraph "Investment Transactions Contingent Liabilities".

12.12. OTC transactions with derivative financial instruments

12.12.1. Commercial CFD proposed Company represents OTC scoring transactions. While some off-exchange markets are characterized by high liquidity, operations with OTC or nontransferable derivatives may pose a greater risk than transactions with exchange derivative instruments, as in the first case there is no market on which to close an open position. It is not always possible to eliminate the open position, to assess the value of the position resulting from the conclusion of an OTC transaction or to assess the degree of risk. The price of the buyer and seller price does not need to be declared, but even if they are declared, they set the dealers, who can deal with these instruments, therefore, to establish a fair price can be difficult.

12.12.2 To maintain operations with Contracts for Difference The company uses an online trading system that does not meet the definition of official exchanges, because they are not multilateral trading platforms and do not have the appropriate security levels.

12.13. Investment Transactions Contingent Liabilities

12.13.1. At the conclusion of investment transactions with contingent liabilities that relate to transactions with margin, the Customer must make a series of payments to pay the purchase price, instead of immediately pay the purchase price in full. Margin requirement depends on the underlying asset of the instrument. Margin requirements can be fixed or calculated from the current price of the underlying asset; the size of the margin required is indicated on the Company's website.

12.13.2. If the Client trades CFDs, he could lose the money that he made to open a position and maintain it. If the market moves against the position of the Client, the Client can be forced to urgently deposit additional funds to maintain your position. If the Customer does not fulfill this demand in a given period, its position may be liquidated at a loss, and it is responsible for the resulting deficit. The Company shall notify the Client of the need to increase the margin with a standard notice of the request to increase the margin.

12.13.3. Even if the margins on operations is not installed, the transaction may involve the obligation to make further payments in certain circumstances, in addition to the amount that is paid by the Customer at the conclusion of the contract.

12.13.4. Investment deals with contingent liabilities are not carried out by an authorized or specialized investment exchange or in accordance with its rules, can be paired with a much higher risk for the client.

12.14. Security

12.14.1. If the Client provides the Company pledged as collateral, then made him the operation depends on the type of transaction and the venue. Operations with collateral can vary greatly depending on whether the client at an official or specialized investment exchange, whether on trade rules apply to trades of the exchange (and the relevant clearing organization) or the Client trades on the OTC market. Contributed software may lose the status of ownership of the Client, once the company begins to conduct trading operations on its behalf. Even if the customer trades will be profitable as a result, he cannot get the original assets provided to them and may be forced to take appropriate cash payments.

12.15. trade Suspension

12.15.1. Under certain circumstances, the elimination of trade position can be difficult or impossible. For example, this may happen during a sharp jump in prices, if during one trading session, it increases or decreases to the point where, according to the rules of the relevant exchange, trading is suspended or restricted. Order "Protection against loss" does not necessarily limit the Client's losses given sum, because at a certain market conditions the execution of this order at the stated price may not be possible. In addition, under certain market conditions the execution of the order "protection against loss" can be carried out at a price less favorable than the stated price, and realized losses may be higher than expected.

12.16. Absence of obligation to deliver the underlying assets

12.16.1. Of course, the Customer has no rights and obligations in respect of the underlying assets related to contracts for difference, which he sells. Delivery of underlying assets is not carried out.

12.17. Slip

12.17.1. Slippage - the difference between the expected price of the transaction, the CFD and the price at which the transaction is actually committed. Slippage frequently occurs during periods of higher volatility (e.g., in connection with the news intake), whereby the orders cannot be performed at a set price, and in cases of placement of market orders or perform large orders, when at the desired price level of demand cannot be sufficiently high to maintain the expected trading price.

12.18. Commission for the transfer of positions through the night

12.18.1. Open interest cost of contracts for difference are subject to commission for transferring your position through the night. This commission corresponds to profit / cover the costs associated with financing positions. Detailed tariffs on trade during the day are available on the Company's website.

13. **Tips and tricks**

13.1. When placing orders clients will not provide customers with information about the merits of a transaction and does not give any investment advice was; The customer should be aware that the Company's services do not include the provision of investment advice in CFD and the underlying asset. The Customer shall conclude the deal and take the necessary decisions, guided only by their own reasons. Making a request to the commission of any deal brokered by the Company, the Customer agrees that he is responsible for the independent evaluation and analysis of the risks associated with this transaction. The customer confirms that he has the necessary knowledge, understanding of the market mechanisms work, seek professional advice and has the necessary expertise to independently assess the merits and risks of any Transaction. The company makes no warranty of conformity of products are traded in accordance with this Agreement, the objectives of the Client, and does not assume any fiduciary obligations to the Customer.

13.2. The Company assumes no obligation to provide customers with any legal, tax or other advice related to any surgery. If the customer is not sure whether he is obliged to make any tax deductions, it should seek independent professional advice. Hereby alert customers that the tax legislation periodically changing.

13.3. From time to time the Company may, at its discretion, provide the Client with information, advice, news, market commentary or other information (which may also be provided in the newsletter form posted on the Company's website, distributed to subscribers via the website, trading platform or other way), but not as a service. When providing this information:

(A) The Company is not responsible for the content of information;

(B) The Company does not guarantee the accuracy, correctness and completeness of the information provided, as well as the lack of tax or legal consequences of any carried out on the basis of this information, transactions;

(C) This information is provided solely for the client to take their own investment decisions and does not constitute investment advice or a form of voluntary sales promotion of financial products;

(D) if the document contains a restriction with respect to the persons or categories of persons for whom the information is intended, the Client undertakes not to transfer the document to other persons or categories of persons;

(F) the Customer agrees with the fact that, before sending the information, the Company may independently take action on its basis. The Company does not guarantee the time of receipt of information by the Customer or that it will receive data simultaneously with other clients.

13.4. It is understood that market commentary, news or other data provided by the Company, are subject to change and can be removed at any time without prior notice.

14. Lack of income guarantees

14.1. The company does not provide guarantees of profit or freedom from loss when doing business. The client has not received such assurances from the Company or any of its representatives. The Client is aware of the risks inherent in trading, and ready for them from a financial point of view, as well as to any potential losses.