

# GENERAL RISK DISCLOSURE

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#### 1. OVERVIEW

The following statements are intended to inform the Customer of the potential risks involved in trading on financial markets. Customers should be aware of the potential losses associated with such risks. This document forms an integral part of the Agreement between the Company and the Customer. Should there be no clear definition of a term set out in this document, the interpretation of that term shall be governed firstly by the definition given in the Customer Agreement. This document cannot disclose all risks involved in trading due to the wide range of feasible situations.

In issuing a license to Tradit Ltd. (the "Company"), no regulatory authority has vouched for:

- i. the reliability and financial soundness of the products offered or products on which the Company provides its service; and
- ii. the correctness of statements or opinions expressed by the Company, if any.

Every Customer should deal with the Company at their own risks and shall not be protected by any statutory compensation arrangements in any event whatsoever.

Every person intending to trade on the products offered by the Company is recommended to seek independent advice on the investment viability and risk associated with such products and services proposed by the Company.

### 2. RISK STATEMENT

Online trading involves substantial risks, as indicated hereunder. Prospective Customers should be aware that they can benefit as well as lose all or part of their funds when engaging in trading activities.

In making a decision to trade in the Company's products, Customers must rely on their own examination of the products, including the merits and risks involved. The Company does not provide advice of any kind, including tax, investment or legal advice other than general consultations to Customers. The Customer should not risk more than what they are prepared to lose. The Customer must ensure that they understand the risks involved and take into account their level of experience before deciding to trade independent advice and consultation must be sought if the Customer deems it necessary.

Online trading involves a high degree of risk. Customers may not receive the amount that they initially invested due to any of these risks, and may lose all or part of their funds.



### 3. EFFECTS OF LEVERAGE

When executing trading operations under margin trading conditions, even small market movements may have a great impact on a Customer's Trading Account due to the effect of leverage. The Customer must take into consideration that if the trend on the market is against them, the Customer may sustain a total loss of their Initial Margin and any additional funds deposited to maintain Open Positions. The Customer shall be held fully responsible for all risks, financial resources used and the chosen trading strategy.

Many instruments are traded within wide ranges of intraday price movements. Consequently, Customers must carefully consider the fact that there is not only a high probability of profit, but also one of loss.

## 4. TECHNICAL RISKS

Customers shall assume the risk of financial loss caused by the failure of information, communication, electronic and other systems.

When executing trading operations through the Client Terminal, the Customer shall assume the risk of financial loss, which can be caused by:

- (a) the failure of the Customer's hardware, software and internet connection;
- (b) the improper operation of the Customer's equipment;
- (c) the wrong settings in the Client Terminal;
- (d) delayed Client Terminal updates; and
- (e) the Customer's ignorance of the applicable rules described in the user guide for the Client Terminal and in the Help section.

The Customer acknowledges that at the moment of peak load there may be some difficulties in getting telephone communication with a company representative, especially on the fast market (for example, when key economic indicators are released).

The Customer acknowledges that under abnormal market conditions, the execution time for Customer Instructions may increase.

# 5. TRADING PLATFORM

The Customer acknowledges that only one Request or Instruction is allowed in the queue. Once the Customer has sent a Request or Instruction, any other Request or Instruction



sent by the Customer will be ignored. In the "Order" window, the "Order is locked" message will appear.

The Customer acknowledges that the only reliable source of quoting information is the server for Customers with live accounts. The quote base in the Customer terminal shall not be considered a reliable source of quoting information given that in the case of a bad connection between the Client Terminal and the server, some of the quotes simply may not reach the Client Terminal.

The Customer acknowledges that when the Customer closes the window to place/modify/delete an Order, as well as the window to open/close a position, the Instruction or Request which has been sent to the server will not be cancelled.

The Customer assumes the risk of executing unplanned Transactions in the event that the Customer sends another Instruction before receiving the result from the Instruction sent previously.

The Customer acknowledges that if an Order has already been executed but the Customer sends an Instruction to modify the level of a pending Order and the levels of Stop Loss and/or Take Profit orders at the same time, the only Instruction that will be executed is the Instruction to modify the Stop Loss and/or Take Profit levels on the position opened on that Order.

#### 6. COMMUNICATIONS

The Customer shall assume the risk of any financial loss caused by the Customer either not receiving a notification from the Company or it being delayed.

The Customer acknowledges that unencrypted information transmitted by email is not protected from unauthorized access. The Customer also agrees that the Company shall have the right to delete messages sent to the Customer through internal mail 5 (Five) days after they have been sent, despite the fact that the Customer may not have received them yet.

The Customer assumes full responsibility for the safekeeping of information received from the Company and shall bear the risk of any financial loss caused by unauthorized access to the Customer's trading account by any person.

The Customer shall bear all risks of financial loss caused by a Force Majeure Event as defined in the Client Agreement.

The Customer shall bear all financial and other risks when completing operations (or actions connected with these operations) on financial markets that are statutorily



prohibited or restricted by the legislation of the jurisdiction in which the Customer is resident.

The Customer must be aware of commissions and other charges before trading. Charges may be expressed in monetary terms, percentage terms or in other unit of measurement and it is therefore the responsibility of the Customer to understand what such charges amount to.

## 7. OPERATIONAL RISKS

Operational risks are inherent in every transaction. The Customer should acknowledge that there are risks associated with utilizing an internet-based trading system including, but not limited to, the failure of hardware, software, and internet connections, the risk of malicious software introduction, the risk that third parties may obtain unauthorized access to information and/or assets stored on the Customer's behalf, cyber-attack, computer viruses, communication failures, disruptions, errors, distortions or delays experienced when trading, howsoever caused, spyware, scareware, Trojan horses, worms or other malware that may affect the Customer's computer or other equipment, or any phishing, spoofing or other attack. The Company makes no representation or warranty of any kind, express or implied, statutory or otherwise nor does it accept or bear any liability whatsoever in relation to its operational processes.

## 8. PAST PERFORMANCE

The Customer should not assume that past performance bears any relation to potential future performance. There can be no certainty concerning the future performance of the capital markets or trades the Customer makes. No representations can be made as to future performance.

## 9. NO ADVICE

The Company does not provide investment advice. It may sometimes provide factual information or research recommendations about a market, information about transaction procedures and information about the potential risks involved and how those risks may be minimised. However, any decision to use the Company's products or services is made by the Customer. The Customer is responsible for managing their legal and tax affairs, including making any regulatory filings and payments and complying with applicable laws and regulations.