



# Risk Disclosure



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## 1. Introduction

- 1.1. Exeprime Limited (hereinafter referred to as the "Company", "Exeprime", "us", "we", "our") is a registered financial services provider, incorporated and headquartered at Ground Floor, The Sotheby Building, Rodney Village, Rodney Bay, Gros-Islet, Saint Lucia, with Registration Number 2023 - 00182. The Company operates under the name "Exeprime".
- 1.2. The Company's objectives encompass a broad range of activities, including but not limited to commercial, financial, lending, borrowing, and trading operations. Additionally, the Company engages in the provision of services such as brokerage, training, and managed account solutions. It also participates in other enterprises and conducts business in currencies, commodities, indices, metals, CFDs, cryptocurrencies, and various other leveraged financial instruments.

## 2. Risk Warnings

- 2.1. The Client should refrain from investing, either directly or indirectly, in Financial Instruments unless they fully understand and acknowledge the risks associated with each of the Company's Financial Instruments/services. Before applying for an account, the Client should carefully consider whether investing in a particular Financial Instrument/services is appropriate for them, taking into account their financial situation, objectives, experience, and trading knowledge. It is important to note that the Risk Disclosure does not and cannot cover all the risks and other important factors related to dealing in Financial Instruments and investment services.
- 2.2. The Client must ensure that any decision to engage in trading is made with full knowledge and understanding. If the Client does not fully grasp the risks associated with each Financial Instrument, they should seek advice and consultation from an independent financial advisor. After the

consultation, if the Client still does not understand the risks involved in trading any Financial Instruments, they should refrain from trading.

2.3. The Company does not offer any investment advice or recommendations to clients, including but not limited to financial, legal, tax, regulatory, or any other advice related to trading.

### **3. General Risks and Acknowledgements**

3.1. The Risk Disclosure is intended to provide a general overview of the risks associated with trading Financial Instruments in a clear and accurate manner. The Client is hereby informed of the following risks, which include but are not limited to:

- a. The Company does not and cannot guarantee that the funds in a Client Account will be protected from losses resulting from the Client's transactions.
- b. The Client should be aware that the value of any investment in Financial Instruments may fluctuate, increasing or decreasing, and there is a possibility that the investment could become worthless.
- c. The Client should acknowledge that there is a significant risk of incurring losses and damages from the purchase and/or sale of any Financial Instrument and accepts full responsibility for undertaking this risk.
- d. Past performance of a Financial Instrument does not guarantee its current or future performance. Historical data should not be relied upon as an indication or prediction of the future performance of the Financial Instruments to which it pertains.
- e. The Client is hereby advised that transactions conducted through the Company's dealing services may be speculative in nature.

- f. The Client is hereby advised that significant losses may occur within a short period and could equal the entire amount of funds deposited with the Company.
- g. Certain Financial Instruments may not be immediately liquid due to factors such as reduced demand. As a result, the Client may face difficulty in selling these instruments or obtaining accurate information regarding their value and the associated risks.
- h. When a Financial Instrument is traded in a currency different from the Client's country of residence, fluctuations in exchange rates may adversely impact its value, price, and performance.
- i. A Financial Instrument traded on foreign markets may carry risks distinct from those typically associated with markets in the Client's country of residence. Additionally, the potential for profit or loss from transactions in foreign markets is influenced by fluctuations in exchange rates.
- j. A Derivative Financial Instrument (e.g., futures, forwards, swaps, contracts for difference) may involve a non-delivery spot transaction, providing the opportunity to profit from fluctuations in the value of underlying instruments such as currency rates, commodities, stock market indices, or share prices.
- k. The value of a Derivative Financial Instrument may be directly influenced by the price of the underlying security or asset associated with the transaction.
- l. The Client should not purchase a Derivative Financial Instrument unless they are prepared to accept the risk of losing the entire amount invested, including any associated commissions and other expenses.
- m. Under certain market conditions, such as force majeure events, technical failures, communication network disruptions, low or insufficient liquidity, or significant market news or announcements, the execution of an order may become challenging or even impossible.

- n. Placing Stop-Loss Orders is intended to limit potential losses. However, under certain market conditions, the execution of a Stop-Loss Order may occur at a price less favorable than the specified price, resulting in losses greater than anticipated.
- o. If the Client's equity is insufficient to maintain current positions, they may be required to deposit additional funds on short notice or reduce their exposure. Failure to do so within the specified time frame may lead to the liquidation of positions at a loss, for which the Client will be liable for any resulting deficit.
- p. The Client's attention is specifically drawn to currencies that are traded infrequently or irregularly, where it cannot be guaranteed that a price will always be quoted. As a result, it may be challenging to execute transactions at the quoted price due to the lack of an opposing party.
- q. Online trading does not mitigate the risks associated with currency trading.
- r. The Client is responsible for any taxes and/or other duties that may arise in connection with their trades, which could be subject to taxation or other duties due to changes in legislation or their personal circumstances.
- s. Before the Client begins trading, they should obtain a detailed breakdown of all commissions and other charges for which they will be responsible. If any charges are not stated in monetary terms (such as a dealing spread), the Client should request a written explanation, including relevant examples, to understand how such charges may translate into specific monetary amounts.
- t. Due to events, movements, or conditions (such as those occurring over the weekend, at the start of the week, or intra-day following the release of significant macroeconomic data, economic, or political news), currency markets may open with price levels substantially different from prior levels. As a result, there is a significant risk that

orders placed to protect open positions or initiate new positions may be executed at prices considerably different from those specified.

## **4. Third-Party Risks**

- 4.1. In accordance with current regulations, the Company may be required to hold your funds in a segregated account, separate from both other clients' funds and the Company's own funds. However, this does not guarantee complete protection of your funds.
- 4.2. The Company may transfer funds received from the Client to a third party (such as a bank, market, or other financial institution) for the purpose of facilitating a transaction with that party or to fulfill the Client's obligation to provide collateral (e.g., initial margin requirements) in relation to a transaction. The Company assumes no responsibility for any actions or omissions of any third party to whom the Client's funds are passed.
- 4.3. The third party to whom the Company transfers funds may hold the money in an omnibus account, making it difficult to distinguish the Client's funds from those of other clients or the third party. In the event of insolvency or similar proceedings involving that third party, the Company may only have an unsecured claim against the third party on behalf of the Client. Consequently, the Client may be exposed to the risk that the funds held by the third party are insufficient to cover the Client's claims related to the relevant account. The Company accepts no liability or responsibility for any losses resulting from such circumstances.
- 4.4. The Company may place Customer funds with a depository that may hold a security interest, lien, or right of set-off in relation to those funds.
- 4.5. A company, bank, or broker through whom the Company conducts transactions may have interests that conflict with those of the Client.
- 4.6. The insolvency of the Company or any bank or broker used by the Company to execute its transactions may result in the Client's positions being closed out, potentially against their wishes.

## 5. Risks Associated with the Trading Platform

- 5.1. Clients engaging in transactions on an electronic trading system are exposed to risks related to the system, including potential hardware and software failures, which may prevent orders from being executed as instructed or at all. The Company accepts no liability for such failures. Additionally, the use of wireless, dial-up, or any other unstable connection at the Client's end may result in poor connectivity or signal issues, leading to delays in data transmission between the Client and the Company when using the Company's Electronic Trading Platform. Such delays or disruptions may cause the Client to submit outdated 'Market Orders'. In these instances, the Company will update the price and execute the order at the best available 'market price'.
- 5.2. The Client acknowledges that only one instruction can be in the queue at any given time. Once an instruction is submitted, any subsequent instructions from the Client will be disregarded, and a "Order is locked" message will appear until the initial instruction is executed.
- 5.3. The Client acknowledges that the only reliable source of real-time quotes is the Server's Quotes Base. The Quotes Base in the Client Terminal is not a dependable source of quote information, as the connection between the Client Terminal and the Server may be interrupted, causing some quotes to not reach the Client Terminal.
- 5.4. The Client acknowledges that once an order is closed or in the process of execution, it cannot be cancelled or modified.
- 5.5. The Client may lose the entire amount deposited with the Company as margin. Orders placed on the Trading Platform, such as "stop-loss" or "limit" orders, which are intended to limit losses to specific amounts, may not always be effective. Market conditions or technological limitations could prevent the execution of such orders. It is important to note that for all orders, including guaranteed stop-loss orders, the Client may experience significant losses within a short time frame. In some instances,

the execution of a Stop-Loss order may occur at a price less favorable than the specified price, resulting in larger-than-expected losses.

- 5.6. If the Client has not received the result of a previously sent instruction but decides to resend it, the Client accepts the risk of executing two transactions instead of one. However, the Client may receive an "Order is locked" message, as outlined in section 5.2 above.
- 5.7. The Client acknowledges that if a Pending Order has already been executed and the Client simultaneously sends an instruction to modify its level along with instructions to modify the levels of If-Done Orders, only the instruction to modify the Stop-Loss and/or Take-Profit levels of the position opened by the triggered Pending Order will be executed.

## **6. Technical Risks**

- 6.1. The Client, and not the Company, shall bear responsibility for any financial losses resulting from the failure, malfunction, interruption, disconnection, or malicious actions affecting information, communication, electricity, electronic, or other systems. The Company accepts no liability for any such failures or malfunctions.
- 6.2. The Company disclaims any responsibility if authorized third parties gain access to information, including electronic addresses, electronic communications, personal data, or access credentials, while such information is being transmitted between the Company or any other party via the internet, other network communication methods, telephone, or any other electronic means.
- 6.3. The Client acknowledges that unencrypted information transmitted via email is not secure and may be vulnerable to unauthorized access.
- 6.4. During periods of high trading volume, the Client may experience difficulties connecting via phone or the Company's trading platform(s)/system(s), particularly in fast-moving markets, such as when key macroeconomic indicators are released.

6.5. The Client acknowledges that their access to the Company's website and/or trading platform(s)/system(s) may be affected by various internet-related issues, including but not limited to interruptions, transmission blackouts, software or hardware failures, internet disconnections, power outages, or hacker attacks. The Company is not liable for any damages or losses arising from events beyond its control, nor for any other costs, liabilities, or expenses (including, without limitation, loss of profit) resulting from the Client's inability to access the Company's website and/or trading system, or delays or failures in submitting orders or executing transactions.

6.6. The Client is hereby warned that when trading on an electronic platform, they assume the risk of financial loss arising from, but not limited to, the following:

- a. Failure of the Client's devices, software, or poor-quality internet connection, which may disrupt or delay the ability to access the trading platform, submit orders, or execute transactions. This includes issues such as device malfunctions, software errors, unstable internet connections, or insufficient bandwidth, all of which may impact trading activities.
- b. Failure, malfunction, or misuse of the Company's or Client's hardware or software, including issues such as system crashes, software bugs, improper configuration, or unauthorized use, which may disrupt or prevent access to the trading platform, cause delays, or result in errors in order execution or transaction processing. Improper work of Client's equipment.
- c. Incorrect configuration or settings of the Client's terminal, including errors in platform preferences, trading parameters, or account settings, which may lead to issues such as improper order execution, delayed transactions, or failure to access certain platform features.
- d. Delayed updates to the Client's terminal, including lagging data feeds, outdated market information, or slow software updates, which may

result in inaccurate pricing, delayed order execution, or an inability to access real-time market conditions.

6.7. In relation to the use of computer equipment and data and voice communication networks, the Client assumes various risks, including but not limited to:

- a. Power outages affecting the Client's equipment, the service provider, or the communication operator (including voice communication services) supporting the Client, which may result in disruptions to connectivity, loss of access to the trading platform, or delays in transaction processing.
- b. Physical damage or destruction of the communication channels used to connect the Client with the service provider (communication operator), as well as the connection between the provider and the Client's trading or information server, which may result in a loss of connectivity, delays, or interruptions in accessing the trading platform or executing transactions.
- c. Incorrect or inconsistent settings of the Client Terminal, or failure to update the Client Terminal in a timely manner, which may lead to errors in configuration, outdated market data, or improper execution of orders, impacting the overall trading experience.
- d. The use of communication channels, hardware, and software carries the risk of the Client not receiving messages, including text messages, from the Company due to issues such as network failures, transmission errors, or technical malfunctions, potentially resulting in missed or delayed communications.
- e. Malfunction or non-operability of the trading system (platform), including the Client Terminal, which may result from technical issues such as system crashes, software bugs, network connectivity problems, or hardware failures, leading to disruptions in accessing the platform, executing trades, or retrieving real-time market data.

The Company accepts no liability for any losses resulting from the aforementioned circumstances.

## **7. Risks Associated with Transactions in Financial Instruments**

- 7.1. Investing in certain Financial Instruments involves the use of "gearing" or "leverage." The Client should be aware that the high level of "gearing" or "leverage" is a key characteristic of Derivative Financial Instruments. This results from the margining system applied to such trades, where a relatively small deposit or margin is required in relation to the overall contract value. Consequently, even a small movement in the underlying market can have a disproportionately large impact on the Client's position. If the market moves in the Client's favor, the potential for profit is significant. However, a similarly small adverse movement in the market could quickly result in the loss of the Client's entire deposit, and may even expose the Client to additional substantial losses. Derivative Financial Instruments, being non-deliverable spot transactions, offer the opportunity to profit or incur losses based on changes in currency rates, commodity prices, stock market indices, or share prices (the underlying instruments). The Client should not engage in the purchase of Derivative Financial Instruments unless they are fully prepared to accept the risks of losing their entire investment, including any additional commissions and expenses incurred.
- 7.2. Transactions may not be conducted on a recognized or designated investment exchange, potentially exposing the Client to greater risks than those associated with exchange-based transactions. The terms, conditions, and trading rules governing these transactions are determined solely by the Execution Venue. The Client may only be able to close an open position during the operating hours of the Execution Venue and may be required to close the position with the same counterparty with whom it was initially entered into. Regarding transactions in Financial Instruments

with the Company, the Company utilizes a Trading Platform that does not qualify as a recognized exchange or a Multilateral Trading Facility, meaning that the trading environment differs from traditional exchange-based platforms.

7.3. This notice does not, and cannot, disclose or explain all the risks and other significant aspects involved in dealing with all Financial Instruments and investment services. It is intended to provide a general overview of the risks associated with trading Financial Instruments in a clear and non-misleading manner.