

## SKYLINKS CAPITAL LIMITED


INCORPORATED UNDER REPUBLIC OF MAURITIUS LAW AND  
REGULATED UNDER FINANCIAL SERVICE COMMISSION

### RISK WARNING DISCLOSURE

*Contracts for Difference (CFDs) are complex financial instruments that carry a high risk of rapid capital loss due to leverage.*

***The majority of retail investor accounts lose money when trading CFDs.***

*You should carefully assess your understanding of CFDs trading and evaluate whether you can bear the significant financial risks associated with such transactions before engaging in any trading activities.*

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## **Risk Warning Disclosure**

This disclosure provides you with information about the risks associated with financial products, which you may invest in through services provided to you by Sky Links Capital Limited.

**We request that you carefully read through this full risk warning disclosure as outlined below, before opening a trading account with Sky Links Capital Limited (a trading name of Sky Links Capital) and this schedule should be read in conjunction with its associated Terms & Conditions, Order Execution Policy, Conflicts of Interests Policy and other Client Legal Documents, which are available on our retail client website.**

Sky Links Capital Limited (“we,” “us,” or “our”) does not provide an exhaustive analysis of all risks related to dealings in Financial Instruments. Instead, we present a general overview of the inherent risks in a fair and transparent manner. The Client (“Customer” or “You” or “Your”) should read this schedule conjunction with its associated Terms & Conditions, Order Execution Policy, Conflicts of Interests Policy and other Client Legal Documents, which are available on our retail client website. It is the client's sole responsibility to assess whether they fully understand the nature and associated risks of financial instruments and to determine whether they have the financial capacity to bear the high risk of potential financial loss.

Sky Links Capital Limited is a firm which holds an Investment Dealer (Full- Service Dealer, Excluding Underwriting) License issued by the Financial Services Commission in Mauritius under License number GB24202837. The Company’s registered address is Premier Business Centre, 10th Floor, Sterling Tower, 14 Poudriere St, Port Louis, Mauritius.

Leverage can amplify both gains and losses. The leveraged nature of Forex and CFD trading means that market fluctuations will have a directly proportional impact on your invested capital. Given the rapid pace at which profits or losses can occur, it is crucial to closely monitor your positions. It remains the sole responsibility of the client to actively monitor open trades. Consequently, you are also fully responsible for any losses or damages that may exceed your initial investment once you decide to engage in trading activities.

**It is imperative that you do not engage in trading any of our products unless you have a comprehensive understanding of their features and the risks involved, and you are capable of effectively managing such risks. You should also assess and ensure that trading in our products is appropriate for you, taking into account your personal circumstances and financial resources. Before making any trading decisions, you should carefully consider the following risks:**

**GENERAL RISK FACTORS****No Advice**

Sky Links Capital offers an execution only service. We do not provide investment advice or recommendation relating to investments in securities / financial products or trading positions. We may provide our clients with factual market information about the transaction procedures and potential risk exposure and how risks may be minimised.

**Costs and Charges**

Our costs and charges are outlined on our website, Skylinks.com, within our Contract Specifications. Before engaging in trading, you should review all relevant market information available on our website or, if necessary, contact our customer support to obtain comprehensive details regarding market conditions, applicable commissions, and any other charges for which you may be liable.

**Must Monitor Positions**

It is your responsibility to closely monitor your positions during the period you have applied any orders or positions to your account and you should always ensure you have accessibility to access your accounts during the period you have open contracts running.

**Electronic Communications**

We provide you with the opportunity to contact us through electronic means, such as email, live chat as available and/or applicable. This is usually a reliable means of communication, however there may be instances where you may experience technical issues that arise and therefore should not be entirely relied upon as a means to communication. If you choose to trade with us through electronic means, you acknowledge and accept that electronic communications may fail, can be delayed, may not be secure, and/or not reach the intended destination.

**Default**

In the unlikely event of the Company's insolvency, default, or inability to meet its financial obligations, your positions may be liquidated or closed out without prior consent. The Company shall take necessary actions in accordance with the provisions of the Insolvency Act, 2009, and the Companies Act, 2001 of Mauritius.

Funds classified as Segregated shall be safeguarded in compliance with applicable regulations, permitting clients to recover their assets, subject to the Company's adherence to segregation requirements. Conversely, Non-Segregated funds shall not be maintained separately from the Company's own funds and may be utilized in the course of its operations. In the event of insolvency, clients with non-segregated funds shall be treated as general creditors and may not recover the exact assets lodged as collateral. Instead, they may receive payments in cash or any other form as determined by the insolvency proceedings and in accordance with applicable laws and regulations.

## **Our Products and Services**

We offer execution-only services and our contracts across a wide range of underlying markets. Although the prices at which you open contracts are derived from the underlying market, the characteristics of our contracts can vary substantially from the actual underlying market or instrument.

For comprehensive details about the contracts we offer, including those related to Metals, Commodities, Stocks, Indices, Crypto CFDs, Forex, and Exchange Futures, please refer to the Market Section on our website. These details include information about contract size, margin rates, last dealing time, settlement procedures, rollover procedures, commissions, and currency. Additionally, for product-specific services, details can also be found on MT5.

By using our services, you acknowledge and accept that the contracts may differ from the underlying instruments, and it is your responsibility to review the relevant information and terms before entering into any transactions.

## **INVESTMENT SPECIFIC RISKS**

### **Investing in FX (Foreign Exchange)**

Certain trading strategies, including but not limited to spread positions or straddle positions, may carry risk exposure equivalent to that of a simple long or short position. While derivative instruments may be employed as risk management tools, their inherent complexity, leverage, and market sensitivity render them unsuitable for certain investors. The appropriateness of such instruments depends on the investor's financial position, risk tolerance, and level of experience in derivatives trading.

Although derivative instruments may be utilized as risk management tools, they are inherently complex and may not be suitable for all investors. Different derivative instruments entail varying degrees of risk exposure, and prior to engaging in transactions involving such instruments, investors should carefully consider the following factors:

## **Futures**

Transactions in futures contracts impose a contractual obligation on the investor to either make or take delivery of the underlying asset at a specified future date or, in certain cases, to settle the position in cash. Futures trading carries a high degree of risk due to the inherent leverage or gearing associated with such instruments. The ability to control a large notional value with a relatively small margin deposit can result in substantial financial losses as well as gains. Moreover, even minor price fluctuations in the underlying asset may cause disproportionate changes in the value of an investor's position, potentially leading to losses that exceed the initial investment. Investors should be aware that leverage can operate both to their advantage and detriment.

**Leverage Risk:** Futures contracts are inherently leveraged instruments, wherein the notional exposure significantly exceeds the initial margin requirement. While leverage has the potential to amplify returns, it concurrently increases the magnitude of potential losses, which may exceed the initial investment.

**Market Volatility:** The valuation of futures contracts is subject to substantial fluctuations driven by macroeconomic factors, geopolitical developments, and market sentiment. Such volatility may result in rapid and significant price movements, potentially leading to losses for investors.

**Margin Calls:** In the event of adverse market movements, investors may be required to provide additional margin to maintain open positions. Failure to meet margin requirements within the stipulated timeframe may result in the forced liquidation of positions at unfavorable market prices.

**Liquidity Risk:** Certain futures contracts may exhibit limited market liquidity, thereby restricting the ability of investors to enter or exit positions efficiently. Reduced liquidity may also result in wider bid-ask spreads, slippage, or an inability to execute trades at desired price levels.

**Regulatory Risks:** Futures trading is subject to regulatory oversight, and any amendments to applicable laws, exchange rules, or margin requirements may materially impact trading conditions, strategy viability, and overall profitability. Investors must remain informed of evolving regulatory frameworks that may affect their positions.

## Off-Exchange Transactions in Derivatives

Our products are traded exclusively off-exchange, a type of trading which is also called dealing “over-the-counter” or “OTC”. In dealing with us off-exchange you deal directly with us and we are the counterparty to all of your transactions. Depending on the market, our prices will usually be based on an exchange price but can fluctuate away from the underlying prices due to a variety of reasons. When dealing on markets which are not centrally cleared markets, there is no exchange or central clearing house to guarantee the settlement of such transactions. All open trades can only be closed and settled with us.

Off-exchange or non-transferable derivatives carry higher risks than on-exchange derivatives due to the lack of a centralized market for closing positions. Liquidation may be impossible under abnormal market conditions (see Terms and Conditions). Valuation and risk exposure can be difficult to assess, and bid/offer prices, if quoted, are set by dealers, leading to potential pricing inefficiencies.

**Counterparty Risk:** Off-exchange transactions in derivatives are inherently subject to counterparty credit risk, wherein the counterparty to the contract may default on its financial or contractual obligations, potentially resulting in losses, settlement delays, or disruption of contractual performance for the investor. Notwithstanding the implementation of Know Your Liquidity Provider (KYLP) due diligence measures, liquidity provider risk remains a prevailing market risk, as counterparties may still be subject to financial instability, regulatory actions, or operational failures.

**Price Transparency:** The absence of centralized exchange trading may result in limited price discovery, increasing the likelihood of pricing inefficiencies, wider bid-ask spreads, and potential valuation discrepancies, which may adversely impact the execution and profitability of transactions.

**Settlement Risk:** Off-exchange derivative transactions may be exposed to settlement risk, including but not limited to delays, disruptions, or failures in trade settlement due to counterparty insolvency, operational deficiencies, or inadequate clearing mechanisms.

**Legal and Documentation Risks:** The contractual nature of off-exchange derivative transactions necessitates comprehensive legal documentation, which may impose complex obligations, unforeseen liabilities, or legal disputes. The enforceability of such agreements may also be subject to jurisdictional variations and regulatory constraints.

## Contracts for Difference (CFDs)

### Nature & Risks

FX and CFDs with Sky Links Capital are margin-traded products that carry a high degree of risk due to leverage. This allows investors to control large positions with a small margin, meaning even minor price movements can result in substantial gains or losses. CFDs settle based on the price difference between opening and closing positions and may settle in a different currency, exposing investors to foreign exchange fluctuations.

**Leverage and Margin Risk:** CFDs are highly leveraged financial instruments, wherein minor fluctuations in the underlying asset's price may result in disproportionate gains or losses. Due to leverage, investors may incur losses exceeding their initial margin deposit, necessitating additional funds to maintain open positions.

**Counterparty Risk:** As CFDs are over-the-counter (OTC) products, investors are exposed to the credit and financial stability of the CFD provider. In the event of the provider's insolvency or default, the investor may suffer financial losses, including the inability to recover funds or close existing positions.

**Liquidity and Market Disruptions:** CFD pricing is subject to market volatility, liquidity constraints, and execution inefficiencies, which may result in price slippage, widened spreads, or delayed order execution. In extreme market conditions, positions may be liquidated at unfavorable prices, leading to unexpected losses.

**Regulatory Risks:** CFDs are subject to jurisdiction-specific regulations, which may be amended from time to time, impacting the availability, trading conditions, and investor protections associated with these instruments. Investors must ensure compliance with applicable legal and regulatory frameworks before engaging in CFD transactions.

## CFDs – General

**No Ownership of Underlying Asset:** Investors trading CFDs do not acquire ownership rights over the underlying asset (e.g., equities, commodities, or forex), but merely enter into a contract reflecting price movements.

**Potential for Negative Balance:** Under volatile market conditions, significant adverse price movements may result in a negative account balance, requiring the investor to deposit additional funds beyond their initial margin to cover losses.

**Execution Risk:** The execution of CFD orders is subject to technological, liquidity, and market conditions, which may lead to delays or deviations in trade execution. This may result in

transactions being executed at prices that differ substantially from expected levels, impacting profitability and risk exposure.

## **TRADING CONDITIONS RISKS**

### **Volatility**

You should be aware that market prices may fluctuate rapidly, particularly during periods of high volatility, which may occur both during and outside of normal trading hours. Such price movements can lead to sudden and significant changes in the balance of your account. In the event that there are insufficient funds to maintain open positions, there is a risk that your positions may be automatically liquidated if your account balance falls below the required close-out level, potentially resulting in substantial losses.

### **Currency**

If you engage in trading in a market denominated in a currency other than your base currency, fluctuations in exchange rates may impact the value of your profits and losses, potentially resulting in additional gains or losses independent of the underlying asset's performance.

### **Prices and Commissions**

The prices quoted may not necessarily reflect the broader market conditions. We determine closing prices for the purposes of margin calculations and marking positions to market, which, while generally aligned with interbank market prices, may differ from those available to banks and other market participants. As a result, we retain discretion in setting margin requirements and collecting margin funds.

Before engaging in trading, you should review all market information, commissions, and applicable charges available on our website, as these may impact your trading costs and obligations.

### **Market Liquidity**

The price made by Sky Links Capital, similar to the underlying market, is usually good, up to a certain size. In order to maintain additional liquidity to the market, we may apply a different spread to the price. Under certain market circumstances, including but not limited to periods of high volatility, low liquidity, or significant price fluctuations, execution may be subject to price slippage, widened spreads, or partial fills.

All transactions conducted by clients are subject to the execution practices that prioritize achieving the best possible result, taking into account the available liquidity, market conditions, transaction costs, and other relevant factors. Sky Links Capital is committed to providing transparent, fair, and efficient execution, in compliance with FSC regulations, applicable Mauritian financial laws, and international market standards.

To enhance market liquidity and ensure efficient trade execution, Sky Links Capital reserves the right to apply variable spreads, adjust execution parameters, or limit order sizes in accordance with its internal risk management policies and applicable regulations. All transactions are subject to best execution practices as per the Financial Services Commission (FSC) Mauritius regulations and other applicable laws governing financial markets.

By engaging in trading activities with Sky Links Capital, you acknowledge and accept the risks associated with market liquidity fluctuations, variable spreads, and potential price slippage, understanding that execution may not always occur at the quoted price in situations of market disruption or volatility.

### **Suspensions Of Trading**

Traders and investors acknowledge and accept that the use of stop-loss mechanisms does not guarantee execution at the specified price and remains subject to market execution risk, liquidity constraints, and price slippage. In accordance with applicable financial regulations and market trading principles, it is important to acknowledge that placing a stop-loss order does not guarantee execution at the exact pre-determined price. Market conditions, including but not limited to rapid price fluctuations, volatility, liquidity constraints, and exchange-imposed trading suspensions or restrictions, may prevent the execution of such orders at the specified price level.

This risk is particularly heightened during periods of extreme market movements, wherein the price of a financial instrument may experience gapping, a material and abrupt price shift occurring between trading sessions or within highly volatile market conditions. As a result, orders, including stop-loss orders, may be executed at a price significantly different from the pre-determined level.

### **Non-guaranteed Stops**

By placing a non-guaranteed stop loss order, you expressly authorize Sky Links Capital to close your contract upon the triggering of the stop. However, the execution of this order may not occur immediately, as the timing and price at which the order is filled are subject to prevailing market conditions. In fast-moving or illiquid markets, the price at the stop level may not be

available, and the market may move substantially away from the stop level before the order can be executed.

Sky Links Capital shall not be held liable for any slippage, delays in execution, or discrepancies in the fill price resulting from market volatility, liquidity constraints, or other factors beyond its control.

### **Gapping**

Gapping is a sudden and significant shift in the price of an underlying market from one level to another, where no intermediary prices exist between those levels. This phenomenon can occur due to various factors, such as economic events, market announcements, or other material developments. Gapping may happen either during the operating hours of the underlying market or when the market is closed.

When gapping occurs while the underlying market is closed, the price upon its reopening, and consequently our derived price, may differ substantially from the previous closing price. As a result, there may be no opportunity to close your position or sell your instruments before the market reopens, potentially leading to significant price changes. Sky Links Capital will not be liable for any losses, price discrepancies, or slippage resulting from such gapping events.

### **Limit/Stop Orders**

Limit orders are contingent orders placed by clients to open a trading position when the market reaches the requested price (or better). Until the order is filled, it remains active. A stop order, on the other hand, is a request to automatically close an open position when the market reaches the requested price (or worse). Such order types can be used to manage downside risks in moving markets and are recommended for such purposes. However, they do not guarantee that the fill price will be available at the requested price (which is dependent on available liquidity), especially in market gaps or fast-moving markets.

### **Margin Calls & Close outs**

In the case that the Margin Level in your trading account is below 100%, you will see a margin call on your trading platform and you will not be able to increase your overall exposure. If your Margin Level falls below 50%, the trading system will automatically start closing out your open positions. This is to reduce (but not eliminate) the risk of you being liable for more than you have invested. It is strongly advised that clients should maintain sufficient margin in the client account to avoid being closed out as well as using limit/stop orders.

“Margin Level” is equal to  $(\text{Equity}/\text{Used Margin}) \times 100$ . “Equity” equals your account realised balance plus your floating profits/losses. “Used Margin” equals the total amount of margin placed with Sky Links Capital to open positions. For example, if you deposited \$2,000 and

opened a EURUSD position that requires a margin of \$500, and you currently have a floating loss of \$1,500:

Balance = \$1,500 (\$2,000 - \$500)

Floating P&L = -\$1,500

Equity = \$0 (Balance + Floating Profit/Loss)

Used Margin = \$500

Margin Level = 0% ( $(\$0 / \$500) * 100$ )

In this case, a margin call would be triggered on your trading platform. If the Floating P&L was greater than -\$500, the trading system would begin automatically closing positions to prevent further losses.

### Quoted prices

You acknowledge that all prices quoted on the platform or website are indicative only and constitute an invitation to treat. By agreeing to enter into a transaction, the executable price may differ from the quoted price. While quoted prices typically align with executed prices under normal market conditions, there may be variations if the market has moved, even in the briefest of moments, since you requested a quote. Sky Links Capital does not guarantee that the price quoted will be the price at which the transaction is executed.

### Client money

Sky Links Capital Limited ("the Company") holds all client funds in trust in segregated bank accounts in accordance with the Financial Services Act 2007 (FSA) and the Securities Act 2005 of Mauritius.

Segregated client funds are maintained separately from the Company's own funds, ensuring that, in the event of the Company's insolvency, client funds shall not be treated as recoverable assets by the Company's general creditors and shall instead be returned to clients. However, segregation does not provide absolute protection, particularly in cases of insolvency of the bank holding such funds.

The Company implements a Margin Close-Out Policy, under which open positions will be automatically closed if a client's margin level reaches or falls below the designated close-out threshold. This measure significantly mitigates risks of client default, reducing the potential for systemic losses that could affect the Company's financial standing.

Funds received from clients are typically deposited directly into a segregated client bank account. In cases where funds are initially received into a general Company account, such funds

shall still be considered Client Money from the moment they are credited to the Company's accounts, pending their transfer to a segregated account.

Sky Links Capital Limited does not use client funds for hedging purposes and does not transfer client funds to hedging counterparties or utilize them as working capital for any part of its operations. Sky Links Capital does not initiate speculative positions in the market.

### **Can Lose More than Initially Invested**

Your investment value can fluctuate both in your favor and against you. Even a small adverse movement in price can result in significant losses, including the possibility of losing more than the initial deposit. You should be aware that prices can move rapidly, especially during periods of heightened market volatility, which may impact the value of your investment unexpectedly. Sky Links Capital strongly advises you to consider these risks before proceeding with any transactions.

### **Insufficient Funds**

If you do not have sufficient funds in your account to satisfy your margin requirements, we may require you to deposit additional margin with us immediately to keep these trades open or even close any or all of your open positions (in some circumstances without warning) in accordance with the Client Agreement.

### **Contingent Liability Investment Transactions**

Contingent liability investment transactions, such as those involving margined trading, require you to make a series of payments towards the purchase price rather than paying the full amount upfront. When trading in futures CFDs, you may incur a total loss of the margin deposited to open or maintain a position. If the market moves against you, you may be required to provide substantial additional margin on short notice to maintain your position. Failure to do so within the specified timeframe may result in the liquidation of your position at a loss, for which you will be liable for the deficit. Even if a transaction is not margined, it may still entail obligations for further payments under certain circumstances, in addition to any amount already paid when entering into the contract. Sky Links Capital strongly advises you to be aware of these potential liabilities before engaging in such transactions.

### **Liable for Losses**

You are liable for any losses that may occur if your positions are closed. The potential losses, or profits, for margin traded products are unlimited and this should always be considered by you when making any trading decisions and be satisfied that the product is suitable for you in light of your circumstances and financial position. You should also be aware that it is possible for

you to lose more money than your initial invested deposit. They are all legally enforceable under the Financial Services Act 2007 (FSA).

### **Weekend and holiday risk**

Not all trades can be opened or closed 24 hours a day. Many trades are subject to specific opening and closing times, which may fluctuate. These times are published in our Contract Specifications, available on our website and trading platform, and we aim to keep them updated. However, we are under no obligation or liability to ensure their accuracy or timeliness. For example, national holidays, daylight savings changes, and other market events may affect the times when trading is available. Additionally, a market may be suspended for various reasons, and during such periods, trading will generally be unavailable. Sky Links Capital shall be not liable for any losses or inconveniences resulting from such market closures or fluctuations in trading times.

### **Electronic trading**

The use of electronic trading systems and communication networks to facilitate trades exposes clients to certain risks, including, but not limited to, the failure of hardware, software systems, or network disruptions. Such issues may lead to downtime, access failures, or connection interruptions, which could impact the ability to place or manage trades. Sky Links Capital shall not liable for any losses or damages resulting from such system or network failures, and clients are encouraged to be aware of the inherent risks associated with electronic trading.

### **Insolvency**

In the event of the Company's insolvency or default or not being able to meet its obligations, your positions may be liquidated or closed out without prior consent. Under such circumstances, you may not recover the exact assets lodged as collateral and may instead be required to accept payments in cash or through any other method deemed appropriate. The Company may proceed under the provisions of the Insolvency Act, 2009, or the Companies Act, 2001 of Mauritius, in the event of insolvency.

Segregated funds will be protected in accordance with the applicable regulatory requirements and will be kept separate from the Company's own funds. However, non-segregated funds will not be subject to such protections and will not be kept separate from the Company's own funds. These non-segregated funds may be used in the course of the Company's operations. In the event of the Company's insolvency, clients with non-segregated funds will be treated as general creditors and may not have priority over other creditors in the recovery of their funds.

### **Counterparty Risk**

As an STP (Straight Through Processing) broker, Sky Links Capital facilitates client transactions by directly routing orders to Liquidity Providers (LPs), banks, and Payment Service Providers (PSPs) without engaging in market-making activities. In the course of business operations, client funds may be transferred to, or held by, such third parties.

In the event that any Liquidity Provider, bank, or Payment Service Provider becomes insolvent, declares bankruptcy, or otherwise withholds Client funds, Sky Links Capital shall not be held responsible or liable for any losses, delays, or inability to recover funds. The Client acknowledges that, in such cases, Sky Links Capital may only have an unsecured claim against the third party on behalf of the Client. Such a claim may not guarantee, in full or in part, the recovery of the Client's funds.

Sky Links Capital undertakes Know Your Liquidity Provider (KYLP) assessments, conducts financial due diligence, and monitors risk on an ongoing basis in an effort to mitigate counterparty risks. However, despite these measures, Sky Links Capital does not provide any guarantees concerning the financial stability or continued solvency of any LP, bank, or PSP, and Sky Links Capital does not accept liability for any financial losses resulting from the insolvency or failure of any third party.

By engaging in transactions with Sky Links Capital, the Client acknowledges and accepts the inherent risks associated with third-party insolvency and counterparty exposure that are a part of the STP brokerage model. The Client agrees to hold Sky Links Capital harmless for any losses arising from such risks.

### **Expert Advisors & Indicators**

You accept that you take sole responsibility for any third-party applications that you may install either directly or indirectly on your Meta Trader platform, and also the use of any software provided on MT5 when downloaded. These may include robotic trading tools, known as Expert Advisors ("EAs"), which can be set up to automatically trade on a client's account or indicators which allegedly show beneficial times to trade.

It is your sole responsibility to do due diligence on the respective software and then decide if you are willing to take the risk of installing and using it on your trading account.

Sky Links Capital is not responsible in any capacity for decisions, trades or signals generated by the use of EA's or indicators or your use of them or with for the resulting profits or losses generated by them. Some EA's may generate a high number of trades and at times leverage a client to their maximum possible exposure to a market given their available funds. It is your sole responsibility to monitor these trades and/or orders and the profit and loss generated by them, as it is at all times on your account.

### **Corporate Action Events**

We do not make profits from our clients from the outcome of corporate action events such as rights issues, takeovers, mergers, share distributions or consolidations and open offers. We aim to reflect the treatment we receive, or, would receive if we were hedging our exposure to you in the underlying market. Ultimately however, you are not dealing in the underlying market and therefore in relation to our contracts:

- the treatment you receive may be less advantageous than if you owned the underlying instrument;
- Sky Links Capital may be required to make decisions related to a corporate action event earlier than if you were the direct owner of the underlying instrument;
- the options we provide may be more limited and less advantageous compared to those available to holders of the underlying instrument;
- In cases where a stop is attached to your open OTC derivative share position, we will, to the fullest extent possible, strive to preserve the economic equivalence of the rights and obligations of your contract immediately prior to the corporate event.

### **Regulatory and Legal Risk**

Changes in laws, regulations, or government policies may materially impact the securities and investments within a specific sector or market. Amendments or updates from government or regulatory bodies can result in increased operational costs, reduce the attractiveness of investments, or alter the competitive landscape, which may diminish the profit potential of an investment. This risk is inherently unpredictable and can vary significantly across different markets. In emerging markets, such risks are often heightened due to insufficient regulatory measures, increasing the potential for market manipulation, insider trading, or inadequate financial market supervision, which could adversely affect the enforceability of legal rights.