

Notice of Risk

The Purpose of this notice is to provide to the Client information about risks involved in transactions on financial markets and to warn the Client about possible financial losses related to such risks.

Risk in transactions on financial market is a possible occurrence of events resulting in Client's financial losses.

The Client should clearly understand that transactions on financial markets have advanced level of risk. It can be explained inter alia by possible uncontrolled losses. The Client needs to analyse his readiness and financial capacities thoroughly before proceeding with transactions on financial markets.

There are the following risks involved in transactions on financial markets:

1. Risks associated with leverage nature of trading

1.1. The Client admits that in executing trading transactions on Margin Trading relatively slight change of rate can have a considerable effect on Client's trading account due to leverage nature of trading. As a result of market movement against Client's position he can sustain total losses of initial margin funds and any additional funds deposited by him to maintain open positions. The Client is liable for all risks, use of financial resources and choice of trading strategy.

2. Risks associated with high volatility of instruments

2.1. The Client admits that a number of instruments have considerable

intraday price range changes which can mean high level of both profits and losses on trading transactions.

3. Market risks

3.1. The Client admits that in market conditions different from the normal ones, time for client order processing can increase and price for Client's orders execution including stop loss orders can be considerably different from prices mentioned in orders.

3.2. Abnormal Market Conditions - Trading Suspensions

In certain market conditions, including periods of extreme volatility, low liquidity, or sharp price movements during major economic or political announcements, market openings or rollovers, the execution or closure of positions may be delayed, executed at materially different prices, or temporarily unavailable. The Company shall not be liable for any losses resulting from such conditions or from delays, restrictions, or inability to execute or close positions.

4. Technical risks

4.1. The Client admits a possibility of financial losses due to failure of information, communication, electronic and other systems.

4.2. The Client admits that when executing transactions on financial markets by use of Client's terminal the Client can sustain the following risks:

a) Risks related to failure of Client's terminal itself, including failure of hardware, software as well as poor

quality of communication on Client's part.

- b) Risks related to incorrect settings of Client's terminal.
- c) Risks of wrong functioning of Client's equipment.
- d) Risks related to late update by the Client of Client's terminal.
- e) Risks of Client's ignorance of Client's terminal operation rules.

4.3. The Client admits that when executing trading operations on telephone it can be difficult to reach operator during peak loads.

4.4. In case of occurrence and realisation of the above mentioned and other technical risks, financial losses risks shall be sustained completely by the Client.

5. Imperfection of communications risks

5.1. The Client admits that unencrypted information sent by e-mail is not protected from unauthorised access.

5.2. The Client undertakes risk of any financial losses caused by nonreceipt or delayed receipt of any document, message or request from Nord FX.

5.3. The Client admits that he is absolutely liable for maintenance of confidential information received by him from Nord FX and undertakes the risk of any financial losses caused by unauthorised access to his trading account by the third parties.

6. Force-majeure

6.1. The Client admits that Nord FX cannot be liable for losses directly or indirectly caused by force-majeure circumstances that are circumstances that Nord FX could not have either reasonably foreseen or prevented.

6.2. Among such circumstances are earthquakes, tsunamis, floods, other acts of God, technogenic catastrophes, epidemics and epizooties, riots, terrorist attacks, acts and actions of authorities, embargo,

wars and armed conflicts and other circumstances usually called as force-majeure circumstances.

7. Legal risks

7.1. The Client admits that Nord FX cannot be liable for losses caused by state, interstate and other legal acts changing financial market operations conditions or introducing other changes that can result in Client's losses.

7.2. The Client undertakes financial and other risks in case when transactions on financial markets (and other related activities) are prohibited by law of country of his residence and /or the country of his permanent residence.

This Notice notifies about risks and has no purpose to force the Client to abandon his trading on financial markets. This Notice has a purpose of assisting the Client to evaluate his risks related with these activities and very responsibly to choose his operations strategy.

List of risks provided above in this Risk Notice is not complete and exhaustive and this Notice does not pursue the object to disclose all information about all risks involved in trading transactions on financial markets due to huge diversity of possible situations that can occur. When trading on financial market the Client can face risks that have not been mentioned in this Risk Notice.

By completing registration form for trading account opening with Nord FX the Client confirms that he has been notified about risks and agrees with all provisions of this Risk Notice.