



FINIOR CAPITAL LIMITED
Risk Disclosure Policy

Update: 01/04/2022

Risk Disclosure Policy

General description

The purpose of this risk warning is to warn all users (“client”, “customer”, “you”) of Finior Capital Limited (“we”, “us”, “Company”), which include Website visitors and persons who use our Electronic Trading Services and are trading or have traded with us using our Electronic Trading Services and related services. Please note that this risk warning may not cover all risks.

Before you become a client of Finior Capital Limited, we strongly suggest you read and understand the following statements first. Margin trading contains risks that are explicit and implicit and it is critical that you carefully assess your own risk tolerance and financial status before you start margin trading. The following is a brief description of the common risks traders might encounter while trading:

Margin trading

All Contract For Differences (CFDs) offered by Finior Capital Limited are all margin trading products. You will use a financial instrument - leverage in the trading process. Leverage can amplify the effect of the use of funds, but with higher risks. If price moves in a favorable direction, your profit will increase, otherwise even a small reverse in price fluctuation may cause you to suffer significant losses, in which case you may need to immediately replenish your funds to maintain your position open. In such a case if you close your position, you will be responsible for all losses. The risk of margin trading is very large, so carefully consider your trading objectives, financial situation and risk tolerance before making a final decision. Your losses could be greater than your initial deposit amount and you must understand all margin trading risks before you start trading.

Slippages

Finior Capital Limited is always committed to providing you with the best prices for all products we offer. However, prices may be subject to high market volatility or declining market liquidity. It may be a rare situation that may only happen occasionally when important economic data is released, but when it happens, the short-term market may be very volatile and prices could change significantly, making orders difficult to execute. In these cases, although the user wants their orders to be traded at a particular price, the market may not have sufficient liquidity to execute the trade at the specified price. Not only does slippage occur in spot CFD trading, but it also happens in stock, futures and options trading.

STOP pending orders

If a user sets a resting stop order or sets a stop loss order, once the preset price is reached, it becomes a market order and is executed at the best possible transaction price. However, in cases of severe market fluctuations, there is no guarantee that the specific preset price will be executed. At such times, the stop loss and the stop orders may occur slippages. Though we cooperate with a number of large

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financial institutions to get the best prices for our customers, quotations of different financial institutions in special situations might vary greatly, and we can only provide the most competitive price at such times and the final transaction price could be different from the preset price.

LIMIT pending order

When the LIMIT order is posted, if the transaction is completed, the dealer will guarantee the price, but if the price is not reached, the dealer does not guarantee that the LIMIT order will be executed or the take profit will be executed.

Forced liquidation

Compulsory liquidation means that when the Margin Level (Equity/Used Margin* 100) of the account during the trading period is less than or equal to 50%, the Electronic Trading Services automatic system will activate the automatic closing order, starting from the order with the largest margin required until the account prepayment ratio returns to normal. We may notify to client regarding this however client should also monitor the limit and requirement themselves. Since the foreign exchange market price is not continuous, the actual mandatory liquidation ratio may not equal to 50%. In a rapid changing market, the net value of a forced liquidation account may be negative. Finior Capital Limited is not responsible for any losses caused by market factors and will not compensate for this.

Spread widening

We are committed to providing users with the best market trading environment and providing users with floating spread. In general, spread fluctuations are relatively stable, but they may also rise due to unclear reasons, dramatic market volatility or insufficient market liquidity. This usually happens when the market opens and closes or important economic data is released. When the spread is widened, the margin level in your account may decrease immediately. If the net value is less than or equal to the stop out level, the trading platform system will forcefully close the position. To avoid this, double check the positions already established in the trading account to ensure that there is sufficient margin to cover such events.

Order transaction

We adopt STP straight-through trading mode, but due to the complexity of the foreign exchange market, we can't guarantee that all orders of traders can be executed at the specified price, especially in the fast-moving market. The price fluctuations are fierce, which may lead to the actual transactions that are rejected or have been executed with large deviation from the set price. In some cases, it may be normal for a liquidity provider to reject a single order. The trader's transaction is the reflection of the real market situation, and Finior Capital Limited ensures that the trader's orders are executed in the prevailing market environment.

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Swap fees

We reserve the right to adjust and update overnight holding rates fees based on data provided by liquidity providers. If you hold an overnight position, you should pay attention to the changes in the symbols specification tab of your MT5/MT4 Trading Platforms.

EA transaction

EA transactions are performed by fully automated intelligent trading tools that run on MT5/MT4 Trading Platforms. Finior Capital Limited does not provide any EA, but will execute trading orders issued by an EA installed on the trader's terminals. Traders are required to carefully check their EA settings to understand the principles and risks of EA operations. Finior Capital Limited does not assume any losses or risks arising therefrom.

Network transaction risk

The use of electronic network transaction execution systems carries certain risks, such as hardware failures, software failures, network system connections failures or earthquakes, floods and other natural and technological disasters that can cause delays in the execution of transactions. In cases of natural disasters or technical failures a weak or not internet link will be present, in such case the trader's personal terminal may fail to maintain a connection with our access servers. Such network problems require you to contact your network provider for a solution.

Execution delay

Often, delayed order execution may be due to technical issues with users connecting to our servers. For example, if the customer's wireless signal strength is insufficient, the computer and our server will not be able to maintain a stable connection. In this case, please pay attention to all the programs you run, because the program with large traffic may affect the connection signal at any time, causing the trading platform to run abnormally and cause data delay on the server and client platforms. The specific reasons for execution delay please check the Network transaction risk .

Reset order

When the market is fluctuating (such as the release of major economic data), the price that traders are willing to accept may have changed dramatically, making it difficult for the order to be executed at the specified price. In this case, because the order (stop order, limit order) may be rejected by the server and must be reset.

Available margin / Margin call

The concept of a margin trading is a transaction that allows a trader to have a position with nominal value higher than the actual amount of funds held in the account. Based on the customer's needs, Finior Capital Limited provides traders with the most advanced margin management functions and highest leverages.

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However, since leverage ratios have advantages and disadvantages for trading, we need to remind customers of the risk of margin trading. If the net value in the account is lower than the margin requirement, the customer should immediately add a margin to avoid all positions being closed. When the available margin in your account moves into negative territory you will receive Margin Call notification. In such times you run the risk of all your holding positions to be closed out at the corresponding price at that time. Therefore, we recommend that customers set stop loss to limit downside risks, while maintaining appropriate funds to deal with fluctuations of markets.

Chart price and market price

Note that although all charts show the quoted reference price, the actual tradable price in a volatile market may be different.

Weekend/holiday execution

When the market closes on weekends, various situations may arise, such as the announcement of major news events, resulting in a market opening price that is very different from the market's previous closing price. On weekends and certain holidays, users will not be able to place or modify any orders/position and no transactions will be executed. However, during working market hours a user can issue a pending order instruction and execute it at the first time after the market is opened. Due to the high probability of a gap in the market after the weekend, the execution price of your order may differ significantly from the price you requested. Holding open positions (including stop loss orders) on weekends and holidays will bring significant risk. Therefore, we strongly recommend that users do not hold positions on weekends. In addition, if the account does not have sufficient margin to sustain your trade after a gap in the market, you may receive a margin call at the market opening. If you plan to hold a position on the weekend, please understand that this spread may occur.

Liquidity

Since liquidity is usually weak within a few hours of the Monday opening, the spread is often larger than normally. This spread occurs when there are only a handful of buyers/sellers on the market and not enough liquidity.

“Stop loss” and “stop earning” policy

Under normal circumstances, when a trader places a “stop order” or “limit order” in advance, it will be executed as set, but in other cases, such as when major news data are released, this can't always work because market conditions may not allow your pending orders to be executed as per your instructions at the price you requested. In addition, in such cases, there may be insufficient flow, and the execution price of your order may be several basis points away from the original price.

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No guaranteed profit or limited loss

Please be aware that in the case of margin trading, it is unrealistic to guarantee you a profit or loss. In case you have entered into an individual agreement with a member of Finior Capital Limited, that claims to guarantee you account profit or loss limit, please contact our support staff immediately at support@finiorcapital.com. You acknowledge that if any person (including your Referral Agent or Account Manager) proposes to you such or similar agreement on any aspect of your account, or if any person makes such a statement regarding your account that is different from the one provided to you by Finior Capital Limited, send us an email to support@finiorcapital.com to let us know.

We never persuade or suggest client to make any deal

We are only allowed to help you execute. We will not provide you with any tax advice and opinions about the pros and cons or suitability of any order or transaction you make. You understand that all trading decisions are made by you and are at your own discretion and the risk is at your own side. You must rely on your own judgment and information to conduct transactions, and seek independent advice if necessary. You must be aware of all the terms, conditions, rules and regulations governing the market, and the tools provided by us do not constitute investment advice, nor constitute recommendations. The aforementioned tools include trading platform, plugins, Website, messages and emails, research analysis, prices or other information provided to you. For more information on "Opinions" please see: Disclaimer.

Suitability review

The information you submit when you apply to open a margin trading account with us is used as information for pre-screening customers by Finior Capital Limited. It is part of the account opening process and is used to undertake an appropriate assessment of the client's needs, objectives, financial situation, and also, to assess the extent relevant to, risk tolerance, knowledge, experience and understanding of the risks involved; and take into account any other relevant requirements and circumstances the client of Finior Capital Limited is, or ought reasonably to be aware. We shall rely on the information provided to us by you in this regard to assess the suitability and shall not seek to verify it from other independent sources, other than those required in accordance with FSRA Rules.

When making any trading decisions, please consider the risks involved in trading such products, especially trading leveraged financial products. Once you use leverage in trading financial products, even relatively small market volatility can have a multiplier effect on your trading funds. Maybe you will lose all your investment funds and you may be asked to add extra funds to make up for your losses in the transaction. You should not trade off-site products unless you are clear about the risks you will face, your personal risk tolerance and your financial situation. If you have any questions, please seek independent advice. It is hereby

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declared that once you use or view any Finior Capital Limited related information, whether you are holding or having held a Finior Capital Limited account, you are automatically agreeing to and accepting Finior Capital Limited related documents and any referenced terms and conditions.

The update of risk warning

We will occasionally update this risk warning to reflect changes we have made in our services. We will revise the “Update Date” at the top of this risk warning when we post changes to this risk warning, we will also post a change notice on a prominent location on Finior Capital Limited so that you can see it when you visit the Finior Capital Limited Website.

Contact us

If you have any question or suggestion about this Risk Policy disclaimer, please send an Email to support@finiropcapital.com or write a letter to level 7, Al Sila Tower, ADGM Square, Al Maryah Island , ABU DHABI, UAE.