



Risk Policy

General description

The purpose of this risk warning is to warn all users ("customer", "you") of Finior Capital Limited ("we", "us", "the Company"), which include website visitors and persons who is trading or has ever traded with us. Please note that this risk warning may not cover all risks.

Before you become the user of Finior Capital Limited, we strongly suggest you to 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

Foreign exchange and 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 high risks. If the price moves in a favorable direction, your profit will increase, otherwise even a small reverse price fluctuation may cause you to suffer significant losses, you may need to immediately replenish funds to maintain your position. If you close your position, you will be responsible for all losses. The potential 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 investment amount and you must understand all margin trading risks before you start trading.

Slippage

Finior Capital Limited is always committed to providing you with the best prices for all the products we serve. However, orders may be subject to large market volatility or declining market liquidity. It may be a rare situation that will 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 order 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 Forex or CFD trading, but it also appears in stock, futures and options trading.

STOP pending order

If the user put a resting STOP order or sets a stop loss, once the preset price is reached, it becomes the earliest possible transaction price. However, in cases of severe market fluctuations, there is no guarantee that the specific preset price will be executed. At this time, the stop loss and the STOP order may slip. Though we cooperate with a number of large 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 this time, 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 prepayment ratio (net/prepaid* 100%) of the

account during the trading period is less than or equal to 40%, the system will activate the automatic closing order, starting from the order with the largest loss until the account prepayment ratio returns to normal. Since the foreign exchange market price is not continuous, the actual mandatory liquidation ratio may not equal to 100%. 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.

Locking position

Locking position is a trading strategy. The fully locked position does not occupy the margin, and the partial lock will occupy part of the margin. At this time, when the net value is lower than the margin, the prepayment ratio is less than the company's forced liquidation ratio 40%, which will trigger the system to force the liquidation. Please note that the lock position cannot avoid compulsory liquidation completely. The trader should consider the fluctuation of the market, the exchange rate change, the impact of the overnight position on the net value and the effect of the spread increase on the net value of the account. Under these conditions, even if the lock position may also suffer the account being forced to close.

Spread widening

We are committed to providing users with the best market trading environment and providing users with floating spread betting. In general, spread fluctuations are relatively stable, but they may also rise due to unclear price directions, 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 net value of the account may decrease immediately. If the net value is less than or equal to the margin, the system will be forced to 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 transaction has a large deviation from the set price. In some cases, it may be normal for a liquidity supplier 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 order is executed in a fair market environment.

Swap fee

We reserve the right to adjust and update inventory fees based on data provided by liquidity providers. If you hold an overnight position, you should pay attention to the changes in the purchase and adjustment of inventory costs in the product specifications.

EA transaction

EA transaction is a fully automated intelligent trading tool that runs on MT5. Finior Capital Limited does not provide any EA and only executes trading orders issued by trader 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 network transaction execution systems carries certain risks, such as hardware failures, software failures, network system connections failures or earthquakes, floods and other natural disasters that can cause delays in the execution of transactions. In some cases, due to the weak signal strength, the trader's personal terminal connection fails to maintain a stable connection with our server. Such network problems require you to contact the 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 market is less liquid, 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 a value higher than the actual amount of funds. Based on the customer's needs, Finior Capital Limited provides traders with the most advanced margin management functions and higher leverage. However, since leverage ratios have advantages and disadvantages for trading, we need to remind customers 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 on your account is zero, all holding positions will be closed at the corresponding price at that time. This is usually the case when your net worth is lower than the used margin (based on your margin ratio). At certain times, the net value of the order may be lower than the margin requirement, resulting in the account net value becoming negative or slightly less than the used margin amount. This situation usually occurs when there is a gap or a strong market volatility. We will not ask the customer to be responsible for the negative balance, but we would like to notify that the client should understand that all funds in the account may incur losses. 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 the chart shows that the price is usually a tradable reference price, the reference price maybe different from the actual tradable price in a volatile market. Keep in mind that the reference price provides a recommendation for the price level on the market, and the reference price provided by S&P and other institutions can be a projection of the actual market price movement. However, since margin trading does not have a centralized institution for all transactions like the stock market, the third-party price you see cannot be used as the actual price of a liquidity provider. In addition, the chart only reflects the buyer's bid, not the seller's bid.

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 pending orders or transactions. However, the 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, and 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.

Although normally the opening price on Sunday is very close to the closing price on Friday, it is not excluded that sometimes there is a significant difference between the opening price on Sunday and the closing price on Friday. This happens when the weekend closes with major news or major events that change the way the market and traders value their products. If you plan to hold a position on the weekend, please understand that this spread may occur.

The update of price before market opening

The dealer will update the offer within a short time after the opening of the US Eastern Time on Sunday to prepare for the opening. At this point, the trading order for the last weekend may be updated to ensure that the trade is executed at the actual market price.

Liquidity

Since liquidity is usually weak within a few hours of the opening, the spread is often too large before the market opens in Tokyo and London. This spread occurs when there are only a handful of buyers/sellers on the market, such as when the majority of the world is enjoying the weekend, the spread will increase.

“Stop loss” and “stop earning” policy

Under normal circumstances, the user will issue a “stop loss order”, “limit price stop order” or set “stop loss” and “stop profit” in advance, and some orders will be executed immediately, but in some cases, such as when major data is released, It can't always work because market conditions may not allow you to execute the instructions at the price you requested. In addition, in this case, there may be insufficient flow, and the execution price of your order may be several basis points away from the original price.

No guaranteed profit or limited loss

Please confirm that in the case of margin trading, it is unrealistic to guarantee profit or loss, and you have not entered into any separate agreement with any member of Finior Capital Limited regarding your account, including claiming to guarantee your account profit or limit loss. You agree that if any person (including your Referral Agent or Account Manager) proposes to you a similar agreement on any aspect of your account, or if any person makes a statement on 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 software, 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 is used as information for pre-screening customers by Finior Capital Limited. It is part of the account opening process and is also used to undertake an appropriate assessment of the Client's needs, objectives, and financial situation, and also, to the extent relevant, risk tolerance, knowledge, experience and understanding of the risks involved; and take into account any other relevant requirements and circumstances of the Client of which the 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 your financial products, relatively small market volatility can also 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 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 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, P.O.BOX-764612, ABU DHABI, UAE.