#### Risk Disclosure Notice

CFDs can put your capital at risk if you use them for speculative purposes. Some regulators classify CFDs as high-risk because there is no capital protection or guaranteed income, and clients can lose the amount invested. With the VStarSoho trading platform, it is impossible to lose more than the amount invested, and customers cannot remain in debt to VStarSoho. CFD trading is not suitable for all investors; make sure that you fully understand the risks involved.

This Risk Disclosure Notice is part of the Client Agreements as defined in the User Agreement.

- 1.1. You are considering using the VStarSoho trading platform ("we", "our", "us") under contracts for difference ("CFDs"). CFDs are high-risk investments that are not suitable for many investors..
- 1.2. This notice provides you with information about the risks associated with CFDs, but cannot explain all the risks and how such risks relate to your personal circumstances. If you have any doubts, you should seek professional advice..
- 1.3. It is important that you fully understand the risks involved before deciding to enter into a trading relationship with us. If you decide to enter into a trading relationship with us, it is important that you are aware of the risks involved, have sufficient financial resources to take such risks, and carefully monitor your positions.

#### 2. INCREASED LOSSES

2.1. The nature of margin trading markets means that both gains and losses can be increased, and if you do not place a close with a loss or limit order, you can suffer very large losses if your position goes against you. However, you can't lose more than your trading account balance..

# 3. CFDs ARE NOT SUITABLE FOR LONG-TERM INVESTMENTS

3.1. CFDs are not suitable for long-term investors. If you keep a CFD open for a long period of time, the associated costs increase, and it may be more profitable to buy the underlying asset instead..

# 4. NO RIGHTS TO THE UNDERLYING INSTRUMENT

 $4.1.\ CFDs$  do not grant any rights to the underlying instruments or, in the case of stock-related CFDs, voting rights..

#### 5. SUITABILITY

5.1. Subject to our obligation to assess the extent to which the trading activity of

the platform is appropriate to your circumstances, or any decision on whether to open an account or not, and the associated risks are fully accepted by you..

5.2. We may also request information about your financial assets and income from you. We do not check on your behalf whether the amount of money you have sent us or your profits and losses match this

information. It is up to you to decide whether your financial resources are sufficient and what level of risk you accept..

#### 6. POTENTIAL RISKS

- 6.1. You cannot lose more than your trading account balance ..
- 6.2. Before you open a CFD trade with us, we require you to deposit money to us as the initial margin, and to keep the transaction open, you must make sure that the amount in your trading account exceeds the maintenance margin. The initial margin will be different for different instruments, and its amounts will be indicated on the Trading Platform. This means that you will be trading using "leverage" or "engagement", and this can work both for you and against you; a small price movement in your favor can lead to high profits from the initial margin placed for the trade, but a small price movement against you can lead to significant
- losses. 6.3. In addition, we will require you to make sure that the amount in your Trading Account exceeds the Supported Margin so that the transaction remains open. Therefore, if our price goes against you, you may need to provide us with a substantial additional margin as soon as possible to maintain your open trades. If you do not do this, we will have the right to close one, several or all of your trades. You will be responsible for any damages incurred.
- 6.4. You should also be aware that in accordance with our User Agreement, we have the right, at our sole discretion, to make a Margin Claim. In accordance with the User Agreement, you must immediately satisfy any Margin Requirements by bank transfer or transfer to a bank card within the time period set by us. If you do not do this, we will have the right to close one, several or all of your trades..
- 6.5. If you have not taken steps to set an absolute limit on your losses (for example, by placing a "Close at a Loss" or "Close at a Profit" order on your account), unfavorable market movements may result in a loss of the entire amount of your account. total balance of your account. Trading account. We offer a number of risk management tools to help you manage this risk.

# 7. NOT SUITABLE AS INCOME

7.1. The inherent concept of CFDs means that they are not suitable for an investor seeking to earn income from their investments, as the income from such investments can fluctuate in monetary terms. In the case of investments in an over-the-counter product that are not easily realizable investments, it may be difficult to sell or realize the investment and

get reliable information about their value or the degree of risks they are exposed to..  $\,$ 

### 8. MARKET FLUCTUATIONS

- 8.1. It is important to be aware of the risks associated with trading on the market, as fluctuations in the price of the underlying market will affect the profitability of the transaction. For example: the value of investments denominated in a foreign currency may decrease or increase due to changes in exchange rates..
- 8.2. Therefore, CFDs are only suitable for those clients who fully understand market risk and have previous trading experience. If you are not sure, we recommend that you seek independent advice..

## 9. DERIVATIVES

9.1. Positions opened with us are not traded on any exchange. Prices and other conditions are set by us based on any of our obligations to ensure the best possible execution, to act reasonably and in accordance

with our user agreement and our order fulfillment policy. Each CFD transaction that you open through our trading platform results in a contract with us; these contracts can only be entered into with us and are not transferable to another person.

# 10. NEED TO MONITOR POSITIONS

10.1. Due to the leverage effect and therefore the rate at which gains or losses can be made, it is important to monitor your positions carefully. You must keep track of your transactions.

### 11. OPERATIONAL RISKS

11.1. Operational risks with VStarSoho on your computer are inherent in every CFD transaction. For example, failures in operational processes such as communications, computers, computer or mobile networks, or external events may cause delays in transaction execution and calculation. VStarSoho does not accept or accept any responsibility with respect to VStarSoho's operational processes, except in cases where this is caused by fraud or dishonesty on the part of VStarSoho.

### 12. CURRENCY RISK

Clients should be aware that CFDs denominated in currencies other than their national currency carry additional risk associated with currency fluctuations.