

Risk Disclosure Notice

This notice is issued by Fundix, operating under Amega Capital Ltd (the “Company”), registered at The Sotheby Building, Rodney Village, Rodney Bay, Gros-Islet, Saint Lucia. It is intended to inform you of the risks involved in trading Contracts for Difference (CFDs). Before engaging in CFD trading, carefully review this notice alongside the Client Agreement and other resources available on our website. Ensure that you fully understand the risks and consider your financial situation, trading experience, and objectives. CFDs are complex financial products, and trading them carries a high level of risk due to leverage, which can amplify both profits and losses.

1. Scope of the Notice

This Risk Disclosure Notice outlines the key risks of trading CFDs with Fundix. CFDs are leveraged instruments, meaning even small price movements can result in significant gains or losses depending on your leverage. It is crucial that you fully understand these risks and trade only with capital you can afford to lose.

2. Nature of CFDs

- **Speculative Nature:** CFDs allow you to speculate on the price movements of underlying assets (e.g., currencies, indices, stocks, or commodities) without owning the assets themselves.
- **Off-Exchange Trading:** CFDs are traded over-the-counter (OTC), meaning Fundix acts as the counterparty to your trades. You can only open and close positions via our trading platforms.

- **No Ownership Rights:** When trading CFDs, you do not acquire ownership of the underlying asset or related rights (e.g., dividends or voting rights).
- **Market Pricing:** CFD prices are influenced by market conditions, and pricing may include spreads, mark-ups, or mark-downs, which can impact profitability. Some markets may experience low liquidity, potentially delaying trade execution or increasing slippage.

3. Market Conditions, Margin, Leverage, and Stop-out Risks

- **Leverage and Margin:** Trading CFDs involves the use of leverage, allowing you to control larger positions with a small initial deposit (margin). While leverage magnifies potential gains, it also increases potential losses.
- **Volatility and Gapping:** Financial markets can be volatile, with prices sometimes “gapping” (moving suddenly from one level to another without trading at intermediate levels). This can result in losses beyond your expectations.
- **Stop-Out Risks:** If market conditions lead to insufficient margin in your account, positions may be automatically liquidated (stop-out). It is your responsibility to monitor your account balance and maintain sufficient funds to meet margin requirements.
- **Leverage Adjustments:** Changes to leverage or margin requirements may impact your open positions and trading ability.

4. Foreign Exchange and Related Risks

- **Currency Risk:** Trading CFDs in instruments denominated in a currency different from your account currency exposes you to exchange rate fluctuations. This can increase or decrease your profits or losses.

- **Regulatory and Tax Risks:** Changes in legal, regulatory, or tax frameworks may impact the value or trading conditions of CFDs. You are responsible for any applicable taxes or duties arising from your trades.
- **Fees and Costs:** Ensure you are aware of all fees, spreads, and commissions before trading, as these can impact overall profitability. If you have questions, consult with Fundix for clarification.

5. Technical Risks

- **Platform Disruptions:** Trading may be disrupted due to technical issues such as server outages, poor internet connectivity, or system errors, potentially resulting in delayed or failed trade execution.
- **High-Volume Periods:** Market events, such as major announcements, may result in platform delays or increased volatility, affecting execution speed and pricing.
- **Electronic Trading Risks:** Using electronic systems involves risks related to hardware, software, and internet failures. Fundix is not liable for losses arising from technical disruptions beyond its control.
- **Email Security:** Communications via email are not encrypted and may be accessed by unauthorized parties.

6. No Advice

Fundix provides trading tools, resources, and information for educational and marketing purposes only. However:

- **Independent Decision-Making:** You are solely responsible for assessing the risks and merits of your trading decisions.
- **No Advisory Services:** Fundix does not provide personalized financial, legal, or tax advice. For tailored guidance, consult qualified professionals.

7. Past Performance

Past performance is not a reliable indicator of future results. The value of financial instruments can go up or down, and you may lose your entire invested capital.

8. Force Majeure

In the event of unforeseen circumstances (Force Majeure), such as natural disasters, geopolitical events, or significant market disruptions, Fundix may be unable to execute orders or fulfill obligations. Such events may result in financial losses. For more details, refer to our Terms and Conditions.

Conclusion

Trading CFDs carries significant risks and may not be suitable for all investors. You should carefully consider your financial situation and trading goals before participating. Fundix, under Amega Capital Ltd, encourages you to trade responsibly and seek independent advice if needed.