



RISK DISCLOSURE

SvoFX

SVOFX LTD.
Email: info@svofx.com

Trading on the Forex market is connected with risk. This warning is informative in nature and does not indicate that all the mentioned risks can occur directly on you. The main purpose is to inform the client on all trading and non-trading risks, which may take place while working on the Forex market. First of all, identify the purpose of your deposit and never deposit sum, losing of which will cause a negative impact on your budget. Trading on the foreign exchange market is dangerous because of the possibility of uncontrolled loss.

This notice cannot and does not disclose or explain all of the risks and other significant aspects. It was designed to explain in general terms the nature of the risks.

Risk Associated with Derivative Transaction

The Client should unreservedly acknowledge and accept that, regardless of any information which may be offered by the Company, the value of the Securities provided by the Company may fluctuate downwards or upwards and it is even probable that the investment may become of no value. Trading in Securities and other leveraged products may involve a significant level of risk and is not. Before undertaking any such transactions you should ensure that you fully understand the risks involved and you should seek independent advice if necessary. The Client should not engage in any dealings in Securities, directly or indirectly, unless you know and understand all of the risks involved.

The high degree of "gearing" or "leverage" is a particular feature of derivative Securities. This stems from the margining system applicable to such trades, which generally involves a comparatively modest deposit or margin in terms of the overall contract value, so that a relatively small movement in the underlying market can have a disproportionately dramatic effect on the Client's trade.

The Securities available for trading with the Company are 'non-deliverable spot transactions' giving an opportunity to make profit on changes in currency rates, commodity, stock market indices or share prices called the underlying instrument. If the underlying instrument movement is in the Client's favor, the client may achieve a good profit, but an equally small adverse market movement can not only quickly result in the loss of the Clients' entire deposit but also any additional commissions and other expenses incurred.

Leverage

The effect of leverage allows you to trade larger amounts of money than deposit. However, leverage can either work on your side or against you. At the same time, psychological factor plays an important role. Some traders choose a big size of leverage to operate bigger sums. It creates the illusion of "unlimited profit opportunities without any risk", but actually, it is not always like that. A big volume of traded funds may bring great profit because of the leverage, but never forget that, along with the income, there is a big possibility to lose almost all deposit. Carefully analyze and choose the size of the leverage that will help you avoid a high level of risk.

High Volatility of Financial Instruments

A big number of trading instruments that are traded on the Forex market, have a high intraday volatility, which can either bring profit or cause losses.

Technical Risk (risk, connected with technical equipment)

There are some risks that may occur on the client's side, such as: failure of hardware and software, lost connection, problems with communication systems, misconfiguration of the trading platform etc.

Restrictions, Imposed Under Legislation (administrative risks)

The client assumes all risk for the operations prohibited by the legislation of the country of his permanent residence. Each client has to notify the appropriate authorities about the level of income by himself.

Force Majeure Circumstances

The company is not responsible for losses or receiving earned funds that are not in full volume, in case any force majeure circumstances occur, namely nature disasters, extraordinary weather conditions, threat of war, act of terrorism, revolution, illegal actions of third parties, massive unrest, riot, decisions of state bodies etc.

Trading Risk

At market conditions, different from normal, the time of the client's order processing may increase. Any analytical information displayed on this website is not the guide of actions that will bring 100% profit: it is of recommendatory nature only. Setting the Stop Loss level cannot always fully limit losses. Risks are connected with the lack of knowledge of the currency market and trading on the trading platform basics. Friday closing prices might be different from the opening prices after the weekend, in case you are not fully comfortable with the possibility of the gap, you can always close the orders before the weekend.

Communicative Risk

Information sent through the email in a not encrypted form would not be protected from unauthorized access. According to our Privacy Policy, the company has to keep the client's information in full safety. However, in case of a third party's access to this information (e.g. by accessing the client's email), the company does not bear any responsibility. The company is not responsible for financial losses in case of not receiving important message because of technical problems on the client's side.

Psychological Risk

Trading requires concentration, therefore, there is a risk of money losses because of unstable moral and physical conditions. We seek for long-term relationship with our clients. Our team takes care of the welfare of the clients.

That is why we recommend you to study all the possible risks*carefully. * This list includes, but is not limited to the risks mentioned in it.

The Company reserves the right to review and/or amend its Risk Disclosure notices, at its sole discretion, whenever it deems fit or appropriate. Our Risk Disclosure notices are not part of our Terms and Conditions of Business and are not intended to be contractually binding or impose or seek to impose any obligations on us which we would not otherwise have, but for the Act and Applicable Regulations.