

Peak Wealth Pty Ltd

Risk Disclosure Policy

TABLE OF CONTENTS

Contents

1. Introduction	3
2. Warning: Complex Instruments	3
3. Trading: Risky and Speculative.....	3
4. Leverage	3
5. Price Volatility and Limitation on the available market.....	4
6. Losses exceeding Initial Deposit.....	4
7. Additional Obligations.....	4
8. Margin Requirements	5
9. Costs and Charges	5
10. Product Supplier.....	5
11. Acknowledgement	6
12. Review	6

1. Introduction

Peak Wealth Pty Ltd (hereinafter “the Company”, “us”, “our” “we”) is incorporated in South Africa and registered under the Companies and Intellectual Property Commission (<http://www.cipc.co.za/za/>) with a registration number 2013/007163/07. The Company is authorised and regulated by the Financial Sector Conduct Authority (“FSCA”) with authorisation number FSP44681, to provide intermediary services in connection with derivative products, operating under the Financial Advisory and Intermediary Services Act (“FAIS Act”).

Clients and Prospective Clients must read this notice, prior to begin their relationship and prior to commencing any trading activity with our Company.

This General Risk Disclosure cannot and does not disclose or explain all of the possible risks that Clients could face, however, it is designed to explain in general terms the risks involved in dealing in Financial Instruments. The client should be aware of all the risks associated with trading in Contracts for Difference (CFDs) and seek advice and consultation from independent financial advisors if they are any doubts. The Company does not provide such advice and if the Client does not understand the risks in trading CFDs, they should not trade at all.

CFDs is an agreement between two parties to exchange the difference between the opening and closing price of a contract including but not limited to shares, currencies, commodities and index. Investors, trading with CFDs are faced with all the benefits and risks of owning securities, but they do not have any rights to the underlying asset.

2. Warning: Complex Instruments

This notice is provided as is required to do so and remaining compliant with the FAIS Act. Clients are advised to not trade in complex instruments (Such as derivatives) unless they understand their nature and the risks involved, but also how their personal exposure to such risks applies to them. Clients need to be sure and satisfied that the products are appropriate for them and their financial standing.

Different instruments involve different levels of exposure risks and Clients should be made themselves aware and acquainted with the risks associated with each investment.

3. Trading: Risky and Speculative

Clients are solely responsible for any losses suffered in their trading account. They should therefore be prepared to lose all their invested capital and should not invest money they cannot afford.

4. Leverage

Before a client can proceed with the opening of a trade on CFDs or other financial derivative products through their trading account, they are required to add funds for the purposes of maintain the

minimum margin requirement. The Clients understand and acknowledge that they will be trading using “leverage” or “gearing”. This means that a relatively small market movement can lead to a much larger proportionately movement in the value of their positions and can work either in their favour or against it. Due to this fluctuation, it is not unlikely that a Clients investment may become of no value.

The movement in the underlying market, can have a disproportionately dramatic effect on your trades.

5. Price Volatility and Limitation on the available market

The prices of CFDs and the Underlying assets may be volatile and unpredictable and may fluctuate rapidly and over wide ranges, none of which can be under the control of the Company or the Client. Due to this price volatility the Company may not be able to close/execute a client transaction at the declared price. Therefore, even ‘stop-loss orders’, whereby the Client has set a specific sell price they want to sell, cannot be guaranteed. The ‘stop-loss order’ shall then be filled at the best possible price, which may be lower than what the Client has requested their stop-loss to be.

Some factors which can influence the price of CFDs (non-exhaustive list):

- Changing Supply and Demand
- Governmental/Political
- Commercial
- Trade Programs
- Change in policies
- National and International economic instability
- National and International political instability

Some of the CFDs underlying assets may not become immediately liquid as a result of reduced demand for the underlying instrument and Client may not be able to obtain the information on the value of these or the extent of the associated risks.

6. Losses exceeding Initial Deposit

The Client acknowledges and understand that the risk of loss arising from trading in CFDs can be substantial and the Client might lose more than the Initial Amount and any additional amounts thereafter.

7. Additional Obligations

Clients should be made aware of all charges, costs and commissions that they will be responsible before they begin trading with the Company. Such detailed information can be found on the Company website.

The value of open positions in the CFDs provided by the Company is subject to financing fees. Financing fees are based on the prevailing market interest rates which may vary over time. Details of this can be found on the Company’s website.

The Client is also responsible to take care to maintain sufficient available funds in their account to avoid negative account equity due to position size and overnight financing fees, especially in CFD trading.

The Client should also be aware that their investment in CFDs may become subject to tax and/or other duties as legislation changes. Taxes and other duties fall under the Clients' responsibility.

8. Margin Requirements

Clients are required to deposit funds in their trading account to open a position and the available funds should reflect the specific margin that is required. Client shall be informed of the specific Margin requirement upon their approval as a client.

The level of Margin requirement is dependent on the Underlying Asset of the CFD and the value of the position established.

The Company will not notify the Client of any 'Margin Call' to sustain a loss making position.

The Company has, in its discretion, the right to:

- a) Start closing positions when the 'Margin Level' decreases to 50% of the required 'Margin level' for any particular financial instrument, and
- b) to close automatically all positions at market prices, if 'Margin level' drops below 20% of the required 'Margin level' for any particular financial instrument.

9. Costs and Charges

Costs of trading may be complex to calculate and may outweigh the gross profit from a trade. Clients should know of all costs and charges as these may influence their account profitability.

Any positions that are held overnight, an applicable swap (Premium) charge will apply. The swap (premium) values are clearly stated on the product supplier's website and accepted during the online registration process. For further information on who our product supplier is, can be found in paragraph 10 if this policy.

10. Product Supplier

Under FAIS Act 2002, we are obliged to disclose to our clients our Product Supplier Details:

Name	
Address	
Telephone Number	
Fax	
Email	
Compliance Officer's Name	
Compliance Officer's Email	

11. Acknowledgement

If you wish to continue with your investment, you acknowledge that the funds you have committed are purely risk capital and loss of your investment will not jeopardise your style of living nor will it detract from your future retirement program. Additionally, you acknowledge that you fully understand the nature and risks CFDs and their underlying instruments, and your obligations to others will not be neglected should you suffer investment losses.

When trading CFDs, you are not entitled to the physical delivery of the underlying instrument of the CFDs you are trading, and you have no rights (including voting rights) in the underlying instrument. This means that you are not entitled to ownership of the underlying asset of such a contract.

Information on past performance does not guarantee the present and/or future performance of a financial instruments.

Clients are hereby acknowledging that they have read, understood and accepted this Policy without and reservations and all the information disclosed above.

12. Review

This policy may be reviewed from time to time and amended to reflect our regulatory requirements. It is our sole discretion whenever we deem necessary to do so, without the prior notice to the Client. It is the Client's responsibility to stay informed and updated with the changes and they are advised to read and remain updated with this policy at regular intervals.

WARNING: You should only engage in CFD trading if you are prepared to accept a high degree of risk and in particular the risks outlined in this Policy. Clients should not engage in CFD trading unless they understand the features and risks involved with such Investments and that they may lead to a loss of their funds and impose additional charges/fees.