

You should not deal in foreign exchange or other leveraged markets unless you understand the nature of the transaction you are entering into and the extent of your exposure to risk. You should also be satisfied that the transaction is suitable for you in the light of your circumstances and financial position.

Whilst trading in leveraged instruments can be utilised for the management of investment risk, some investments are unsuitable for many investors. You are required to understand that leveraged trading in the foreign exchange, options and precious metals markets can cause you to lose a large portion or all of your funds on deposit. In addition, trading losses may even exceed the amount you have as a margin deposit with Swiss e Trade AG. In such circumstances, you will be required to satisfy the added liability to Swiss e Trade AG and to pay us the amount of losses to your account to bring it back to a positive balance or to a zero balance.

Volatile conditions exist in the foreign exchange, option and precious metals markets and under certain conditions, prices may swing wildly. You should be aware that Swiss e Trade AG has the right to close any open positions you have if, due to adverse price movements, your margin falls below the limit required to hold the open positions. Under these circumstances, you may incur losses to your account regardless if prices swing back in your favour at a later time during the same trading session.

You may also experience large losses in excess of your deposited margin in the foreign exchange, option and precious metals markets when prices move against your open positions and market conditions make it difficult or impossible to cover your positions. You must be aware that market illiquidity may occur from system or electronic failures or any natural disaster or situation for which Swiss e Trade AG will not accept any liability. (see General Conditions paragraph 7.3). Any orders that you make such as 'stop-loss' orders to limit your losses do not guarantee that you will not experience a loss.

The purpose of this document is to clarify the risks inherent in trading foreign exchange, option and precious metals markets. You should also be aware that using leverage in trading increases your chance of profit; but can also increase your chances of losses by an amount greater than a non-leveraged trade.

We have listed some of the most important risks related to trading foreign exchange, option and precious metals markets but remind you that other risks and adverse conditions in trading these markets exist. You should be familiar with all aspects about trading these markets before entering into a trade.

I have read and understood this document relating to market risks as evidenced by the signature(s) below:

Place and Date : _____

Client or Corporate Signature : _____

Client or Corporate Signature : _____