

INTRODUCTION

This notice aims to provide you with information about the risks associated with the service and investment products you may access through Livemarkets Ltd (“Livemarkets”, “we”, “us” or “ours”).

Livemarkets is acting as an Introducing Broker only and does not provide execution service but through our service, you may engage with financial products, including but not limited to spread bets and contracts for difference (CFDs).

Each of our Broker Partners and Portfolio Manager Partners (each a “Partner” and collectively, “Partners”) has their own terms of business, policies, risk disclosure and other relevant documents, which you will become subject to when opening an account with them. Each of our Partners will undertake their own Appropriateness or Suitability Assessment as they see fit and decide, at their sole discretion, whether they accept you as a client. Livemarkets has no influence on our Partners’ decisions.

This notice cannot explain all of the risks associated with these product nor how such risks relate to your personal circumstances. If you are in any doubt, you should seek independent professional advice as it is important that you fully understand the risks involved before making a decision to be introduced to our Partners and enter into a relationship with them. Should you proceed with entering into a relationship with our Partners, it is important that you continue to remain aware of the risks involved and that you have adequate financial resources to bear any losses.

All financial investments involve an element of risk. The value of your investment may fall or rise and you may get back less than your initial investment. With geared or leveraged products such as spread bets and CFDs, your losses may exceed your deposits.

LIVEMARKETS’ SERVICE

No Advice

Livemarkets’ service is provided on an introduction basis only. We do not provide investment, tax, legal, regulatory or financial advice relating to any investments or possible transactions in investments. From time to time, we may provide factual market information and information about transaction procedures, potential risks involved and how those risks may be minimised. These information do not take into account your personal circumstances and you should seek independent professional advice on any investment, tax, legal, regulatory or financial advice from a suitably qualified adviser. Any decisions made in relation to our service is made by you.

Appropriateness & Suitability Assessment

As an introducer, Livemarkets is not required to assess the appropriateness or suitability of whether our service and the product(s) entailed is appropriate or suitable for you. However, we feel the need to assess whether the introduction to our Broker Partner or Portfolio Manager is suitable so that we may warn you in the event we deem it not appropriate or suitable for you based on the information you provide to us. Our Broker Partner and Portfolio Manager Partner are obliged to make an appropriateness or suitability assessment independently prior to enabling you to engage in trading or granting them a mandate to manage your trading account.

To make an assessment, we may ask you for details about your knowledge and experience as an investor, financial situation such as income, liquid savings and investments and investment goal. However, we will not monitor your personal circumstances on an on-going basis and it is your responsibility to ascertain whether your financial resources are adequate to cover the risks of any trading and/ or services that you undertake with our Partners.

SPREAD BETS AND CFDS

RISK WARNING:

Trading in spread bets and contracts for difference (CFDs) on margin involves a high degree of risk to your capital and may not be appropriate for everyone. You may incur losses much greater than the amount of money you deposited. You may be required to provide further funds with little or short notice.

Spread Bet

A spread bet is a financial contract enabling you to bet on the price movement of an underlying instrument. You do not own the underlying instrument or any right to the underlying instruments or, in the case of underlying equities, to voting or other shareholder rights.

Spread betting carries a high level of risk due to the high degree of gearing or leverage. Any relatively small movement in price can result in a disproportionately dramatic or substantial effect on your trade resulting in a substantial losses (movement against you). You may lose your entire deposit and be exposed to additional losses over and above your initial deposit.

Contracts for Difference (CFDs)

CFDs are agreements between two parties to exchange the difference in price of an underlying instrument. It enables you to speculate on the price movement of an underlying instrument without owning the underlying instrument involved. You do not own the underlying instrument or any right to the underlying instruments or, in the case of underlying equities, to voting or other shareholder rights.

CFDs trades carry a high level of risk due to the high degree of gearing or leverage. Any relatively small movement in price can result in a disproportionately dramatic or substantial effect on your trade resulting in a substantial losses (movement against you). You may lose your entire deposit and be exposed to additional losses over and above your initial deposit.

TRADING SPREAD BETS AND CFDS

You must carefully read our Broker Partner's terms of business, policies, risk disclosure/ warning before you enter into a contractual relationship with them. If you do not understand the risks involved, you should seek independent professional advice from a suitably qualified advisor.

Margin Requirement

You should also be aware that our Partners are entitled to increase margin rates on short notice. If they do so, you may be required to deposit additional funds into your account to cover the increased margin rates. If you do not do this when required, our Partners shall be entitled to close one or more of your trades. You may sustain a total loss of initial margin funds and any additional funds deposited with our Partners to maintain your position. Any negative cash balance will be immediately due and payable to our Partners.

Over-the-Counter Derivatives

Spread bets and CFDs are not made on any recognised or designated investment exchange. The prices and other conditions are set by our Partners, subject to any of their obligations, inter alia, best execution, treating customers fairly and acting in accordance with their Terms of Business as agreed with you.

Each spread bet and CFD you open through our Partners' trading platform results in you entering a contract with them. These contracts can only be closed through the Partners and are not

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transferrable to any other person.

UNDERLYING MARKET FLUCTUATIONS

Spread bets and CFDs are financial instruments that allow you to speculate on price movements in underlying markets. Although the prices at which you trade spread bets and CFDs are set by our Partner, the prices are derived from the underlying market. It is important that you understand the risks associated with trading in the relevant underlying market because fluctuations in the price of the underlying market can affect the profitability of your trade. Some such risks include:

Currency:

If you trade in a product based on an underlying market other than your base currency market, currency exchange fluctuations may impact your profits and losses.

Volatility:

Movements in the price of underlying markets can be volatile and unpredictable. This will have a direct impact on your profits and losses. Knowing the volatility of an underlying market will help guide you as to where you may wish to place any stop losses.

Gapping:

Gapping is a sudden and often dramatic shift in the price of an underlying market from one level to another. Various factors can lead to gapping (for example, economic events and data releases, world events or market announcements) and gapping can occur both when the underlying market is open and when it is closed. When these factors occur when the underlying market is closed, the price of the underlying market when it reopens (and therefore the derived price) can be markedly different from the closing price, with no opportunity to close your trade in between. If such events occur, gapping can result in significant losses (or profits) and you will have no protection against this and therefore be liable for any loss in its entirety.

Underlying market gapping:

In setting prices, spreads and the sizes in which our Partners will deal, they will take into account the market(s) for the relevant underlying instruments. Underlying market conditions such as liquidity can change significantly in a very short period of time, so that if you wish to close a contract, our Partner may not be able to do so under the same terms as when you opened it.

Costs and Charges of our Partner

Prior to placing any trades or business through your account with our Partner, please be sure that you understand and are aware of all costs and charges that apply to you, because such costs and charges will affect your profitability.

Non- Guaranteed Stop Loss

Our Broker Partners do not offer or provide a guaranteed stop loss facility.

When a stop loss is triggered, it has the effect of issuing an order by you to close your position. It is therefore not necessarily closed immediately when the stop is triggered. Our Broker Partner aims to deal with such orders fairly and promptly but the time taken to fill the order and level at which the order is filled depends upon the underlying market. In fast-moving markets, a price for the level of your order might not be available or the market might move quickly and significantly away from the stop level before our Broker Partner fill it.

Closing Positions

Under certain trading conditions, it may be difficult or impossible to liquidate a position. This may occur, for example, at times of rapid price movement; if the price rises or falls in one trading session to such an extent that trading is restricted or suspended.

Market Hours

Various situations over the weekend (please see market opening and market closing times) or during a holiday when the financial markets generally close for trading may cause the market to open at a significantly different price from where they closed. During the close time (weekend, holiday or and at other times when the relevant markets are generally closed), you will not be able to use the trading system to place or change orders. There is a substantial risk that non-guaranteed stop-loss orders left to protect open positions held during these periods will be executed at levels significantly worse than their specified price.

DISCRETIONARY PORTFOLIO MANAGEMENT

You must carefully read our Portfolio Manager Partner's terms of business, policies, risk disclosure/ warning before you enter into a contractual relationship with them. If you do not understand the risks involved, you should seek independent professional advice from a suitably qualified advisor.

Past Performance

For information purposes, we and/ or our Portfolio Manager Partner may provide you with past, simulated or future performance data. You should bear in that any past, simulated or future performance data are not reliable indicator of future results.

GENERAL RISKS

Monitoring your positions

You must monitor all your positions closely at all times. Any relatively small price movement may result in you being required to immediately deposit substantial additional margin funds and your failure to do so may result in the closure of all or any of your trades at a loss at our Partners' sole discretion. You will be liable for all losses or deficits incurred.

Passwords

Where we and/ or our Partners have given you a password or other security features to access our or our Partners' website, it is your responsibility to ensure that access to your trading platform including username and password is kept safe. We ask you to not share your password with anyone.

Electronic Communications

Our Partners offer you the opportunity to communicate with them via electronic means such as email. Although electronic communication is often a reliable way to communicate, no electronic communication is entirely secure, reliable or always available. If you deal with our Partners via electronic communication, you should be aware that electronic communications can fail, can be delayed, may not be secure and/or may not reach the intended destination.

Online Trading

Internet trading has associated risks, including but not limited to, the failure of Internet connection, hardware and/or software. We or our Partners do not control the speed at which signals are sent between your computer and our Partners' servers and cannot be held responsible for any communication failures, delays or alterations when you are trading via the Internet. Please check that the device you are using meet the requirements of any software used.

Default

You must carefully read our Partner's terms of business, policies, risk disclosure/ warning before you enter into a contractual relationship with them.

Livemarkets does not and is not permitted under its regulatory permissions to hold or control any Client Money. We will only introduce you to Partners based in the EEA. We make a reasonable effort Livemarkets Limited is authorised and regulated by the Financial Conduct Authority, FRN: 738538. Registered in England and Wales with Company No.: 9203957 and registered office at Vista Centre, 50 Salisbury Road, TW4 6JQ, United Kingdom.

to conduct due diligence on our Partners to ensure they are permitted, authorised and/ or regulated to carry out their service(s) with you in their applicable jurisdiction.

In the unlikely event that any of our Partners suffer a financial default and are no longer able to meet its obligations, our Partners are members of investor or deposit protection schemes in their applicable jurisdictions. Whether you are able to claim depends on your personal circumstances. For more information, please refer to our Partners' terms of business, policies or risk disclosure/warning.