

UAG TRADE ASIA CO., LTD

RISK WARNING NOTICE

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1. General

UAG TRADE ASIA CO., LTD, Company Number **00031021** is a Private Limited Company registered in Cambodia, Phnom Penh, with its registered office at **#A10, St R8, Village 1, Sangkat Srah Chok, Khan Daun Penh, Phnom Penh, Kingdom of Cambodia**. UAG TRADE ASIA Co., LTD is authorized and regulated by the Securities and Exchange Commission of Cambodia ("SECC") under Derivative Broker License Number **014/SECC/DB**

This Risk Warning Notice is provided to you in compliance with SECC requirements, because you are proposing to undertake dealings in Contracts for Difference (CFDs) and Foreign Exchange (FX) with UAG TRADE ASIA CO., LTD. However, this notice cannot and does not disclose or explain all of the risks and other significant aspects involved in dealing in CFDs and FX. In light of the risks involved, you should undertake such transactions only if you understand the nature of the financial instruments which you are entering and the extent of your exposure to risk. It is important that you fully understand the risks involved before making a decision to enter the FX and CFD's market.

2. Investment

Products Foreign Exchange ('FX') and Contracts for Difference ('CFDs') are all margin trading products. Therefore, they inherently carry a high level of risk compared to other investments. That mean you could lose more than your initial investment.

Trading in high risk financial instruments like CFDs may not be suitable for everyone and you should carefully consider whether trading is appropriate for you in light of your experience, objectives, financial resources and other relevant circumstances. If you are in any doubt as to the suitability of any products, you should seek independent professional expert advice.

3. Margin

Margin trading is leveraged trading that allows 'gearing' which means that you can place a large trade by only putting up a small amount of money as margin. If the price moves in your favour, you can greatly increase your profits. However, even a small movement in price against your entered transactions, you can lead to substantial losses and you may be required to deposit additional margin in existing trading account immediately to keep these trades holding. You are liable for this and for any losses that may occur if your positions are closed. The potential profits or losses for margin traded products are, or could be, unlimited and this should always be considered by you when making trading decisions.

Margin Trading is trading on the price movement of the product. They settle based on the difference between the opening price and the closing price of the trade. They can settle in a currency other than your base currency and therefore your profit or loss could be liable to foreign exchange fluctuations.

4. Market Risks

It is important that you must understand about trading financial instruments on different markets has its own inherent risk. Some of such risks include currency, volatility and liquidity.

Currency risk arises from the change in price of one currency in relation to another. This may impact the profit and loss of the transaction. Currency risk can be reduced by hedging, which offsets currency fluctuations.

Volatility refers to the amount of uncertainty or risk involved with the size of changes in a currency exchange rate. High volatility means that the price of the currency can change dramatically over a short period in either direction.

Liquidity risk is the risk originating from the lack of marketability of an investment that cannot be bought or sold quickly enough to prevent or minimize a loss. Liquidity can impact the price, spreads and sizes that your order is executed.

5. Leverage Trading

With leverage trading of derivative products, a relatively small price movement in the underlying asset may result in proportionately larger so far in profits or losses. If the market moves against your position(s) and/or the margin requirements are increased, you may be required to deposit additional funds at short notice in order to maintain your open margined position(s). If you do not provide additional funds or other acceptable collateral to satisfy the margin requirements, it will be automatically entitled to close your open margined position(s) because the liquidation requirement. Consequently, you shall be liable for any losses or deficit on the account as the result of the close-out.

6. Monitoring Positions

It is important that you monitor all of your positions closely. It is your responsibility to monitor your positions and during the period that you have any open Contracts or are holding any instruments, you should always have the ability to access your Accounts.

7. Trade Restrictions

Not all trades can be opened or closed 24 hours a day. Many are subject to strict opening and closing times which can fluctuate. These are posted on our Market Trading Instruments which are available online and which we endeavor to keep up to date. For example, international holidays will have affected the times of opening and closing the market. Also, a market may be suspended for a variety of reasons and during this time you will not usually be able to trade.

8. Electronic Communications

Although electronic communication is often a good way to communicate, it may also fail, can be delayed, may not be secure and/or may not reach the intended point of destination.

9. Suspensions of Trading

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 for the underlying asset rises or falls in one trading session to such an extent that trading in the underlying is restricted or suspended.

10. Technical Risks

We aim to generate prices continuously and provide you with access to our trading platforms throughout the trading sessions. However, there are instances where this is not possible (e.g. due to poor internet connectivity, system errors and outages, etc.). This may cause prices to change between the time an order is placed and the time the order has been received by the Firm. In addition, these technical risks may significantly impact the execution of your orders.