RISK DISCLOSURE POLICY

1. Overview & General Risk Warning

- A. Purpose of Document: This Risk Disclosure Policy ("Policy") is issued by Golden Trader Ltd (hereinafter referred to as the "Company", "we", or "us"), a Limited Liability Company validly incorporated under the laws of Saint Lucia, to inform the customer ("Client" or "you") of the potential financial risks involved in over-the-counter (OTC) derivative trading.
- B. Merits and Risks Assessment: Online trading involves an exceptionally high degree of risk. You must rely entirely on your own examination of the contracts, the underlying instruments, and your level of experience before executing any transaction. The Company provides execution-only services and does not provide investment, tax, or legal advice of any kind.
- C. Non-Exhaustive Nature: This document forms an integral part of the Client Service Agreement but cannot disclose every potential risk situation that may materialize due to the wide range of fluid macroeconomic market environments.

2. Effect of Leverage

- A. Gearing Effect: The high leverage (up to 1:1000 for standard account, 1:500 for Pro and VIP accounts) provided within the MT5 platform allows the Client to control large position sizes with a relatively small amount of margin collateral.
- B. Velocity of Loss: While leverage can magnify trading profits, it equally magnifies trading losses. A minor, sudden adverse price movement in the underlying reference asset can result in the rapid, immediate liquidation of the Client's entire deposited margin balance.

3. Automatic Server Liquidation & 20% Stop-Out Mandate

- A. Client Monitoring Requirement: It is the Client's sole and unshared operational responsibility to continuously monitor their account metrics (Balance, Equity, Margin, and Margin Level) directly via the MT5 trading terminal screen.
- B. Forced Close-Out Execution: The Company does not issue manual margin calls or warning alerts. The Company configures a strict, automated Stop-Out Level on the MT5 live server set at 20%. If the Client's Margin Level falls below this mandatory threshold, the MT5 server engine will automatically initiate a forced liquidation of active open positions, without prior notice or consent,

starting from the most unprofitable trade, until the account's Margin Level is restored above 20%.

4. OTC Derivative Market Realities, Slippage, and Pricing Gaps

- A. No Underlying Asset Ownership: CFD trading is entirely synthetic and over-the-counter (OTC). The Client explicitly acknowledges that they are trading price movements on margin and do not acquire any physical delivery rights, voting shares, or ownership claims in the underlying instruments.
- B. Market Gapping & Execution Slippage: Financial markets are subject to sudden volatility shocks, liquidity vacuums, and pricing gaps driven by macroeconomic announcements or weekend geopolitical events. The Client acknowledges that orders may suffer from slippage, meaning an order may be executed at a less favorable price than requested on the screen during highly volatile market conditions. The Company bears zero liability for price slippage resulting from natural market conditions.
- C. Technical & Connectivity Failures: Price feeds are aggregated from external liquidity providers. Lags, delays, or network outages caused by poor internet connectivity, client device failures, or third-party software updates may result in execution latency. The Company bears no responsibility for trading disruptions or financial losses resulting from the Client’s local network or connectivity failures.
