Risk Disclosure Statement

风险披露声明

RISK DISCLOSURE STATEMENT

This statement provides you with information about the risks associated with investment products, which you may invest in through services provided to you by GOLD FORTRESS. GOLD FORTRESS provides a wide range of investment services in relation to a number of products. In this statement GOLD FORTRESS CAPITAL LIMITED is referred to as “GOLD FORTRESS”, “we”, “us” or “our”.

1. Risk Warning

Prospective clients should study the following risk warnings very carefully. Each investment product and service has its own distinct risks. This statement provides a general description of the risks of the products that you are able to trade or invest in through your GOLD FORTRESS Brokers Accounts, and the services provided by GOLD FORTRESS. Please note that we do not explore or explain all the risks involved in investment products or how such risks relate to your personal circumstances when dealing in Financial Instruments. We outline the general nature of the risks of dealing in Financial Instruments on a fair and non-misleading basis. It is important that you fully understand the risks involved before making a decision to enter into a CFD (a ‘Contract’) or FX Contracts with us. If you are in any doubt about the risks involved with your Account, you should seek professional advice.

2. No investment advice

We do not provide advice relating to investments or possible transactions in investments or investment recommendations of any kind. We can provide factual market information or information, in relation to a transaction about which you have enquired, as to transaction procedures, potential risks involved and how those risks may be minimized.

3. Leverage

The high degree of "leverage" or "gearing" (i.e. the funds required at the outset, compared with the size of the trade you can place) is a particular feature of this type of Transaction. Therefore, a relatively small movement in the underlying market can have a disproportionate effect on your transaction. If the underlying market movement is in your favor, you may achieve a good profit, but an equally small adverse market movement can not only quickly result in the loss of your entire deposit, but may also expose you to a large additional loss over and above your initial deposit. In particular, your losses may be unlimited. If you decide to engage in Margined FX or CFD Transaction, you must accept this degree of risk.

4. Margin Requirement

The purpose of a Margined FX or CFD Transaction is to secure a profit or avoid a loss by reference to fluctuations in the price of the underlying asset or an index (the"underlying market"). In the context of our activities, the underlying market may be an Index, exchange rate between two currencies, CFDs on gold, silver, oil or such other investment as we may from time to time agree in writing.

We reserve the right to adjust margin requirements for any product that we may offer. This may result in your margin requirement increasing and you may therefore be required to deposit additional funds to maintain existing positions.

5. Position Monitoring

It is your responsibility to monitor your account. Should the net value of the account (cash plus running profits minus running losses) fall below the margin required, we may close some or all of your trades at the current market price. This should not however be taken as a guarantee, and it is your responsibility to ensure that sufficient funds are on your account at all times.

6. Market Risk

Margined FX and CFD Transaction relies on the price movement of underlying financial products. You are therefore exposed to similar, but magnified, risks to holding the underlying assets. In some cases, risks will be greater. Creating a stop loss order may limit your loss but this is not guaranteed as your losses may be greater in some circumstances. Slippage occurs when a stop loss does not get filled at the exact order price, but slips to a higher or lower price. This may be because the particular underlying market has become unusually volatile for a period of time. Where this happens a stop loss may not be effective and your position will be closed at the current price.

7.Gapping

Gapping is a sudden shift in the price of an underlying market from one level to another. It means when a particular market jumps significantly, resulting in your stop loss being missed and your trade closed at a much higher or lower price than intended. Various factors can lead to gapping (for example, economic events or market announcements) and gapping can occur both when the underlying market is open and when it is closed. When these factors occur, the underlying market may be closed, the price of the underlying market when it reopens (and therefore our derived price) can be markedly different from the closing price, with no opportunity to sell your instruments before the market opens. Accordingly, where you have an open position in a volatile market environment you must understand the potential impact of these events.

8. Tax

You take the risk that your trades and any related profits may be or become subject to tax. You are responsible for all taxes duty in respect of your trades. We do not provide any tax advice to clients, and you are responsible for your own tax affairs.

9. Currency

If you trade in a market other than your base currency market, currency exchange fluctuations will impact your profits and losses.

10. Volatility

Movements in the price of underlying market 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 to set a stop loss.

11. Market Liquidity

In setting our prices, spreads and the sizes in which we deal, we take into account the market or markets for the relevant underlying instruments. Market conditions can change significantly in a very short period of time, so that if you wish to sell an instrument or close a Contract, you may not be able to do so under the same terms as when you purchased or opened it. 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 under the rules of the relevant exchange trading is suspended or restricted.

12. Force Majeure Events

We may, in our reasonable opinion, determine that an emergency or an exceptional market condition exists (called "Force Majeure Event"). A Force Majeure Event shall include, but is not limited to, the following: any act, event or occurrence (including without limitation any strike, riot or civil commotion, hostilities, foreign intervention, governmental actions, natural disaster, Act of God, an interruption of power supply or electronic or communication equipment failure); the suspension or closure of any market or the abandonment or failure of any event; any excessive activity that exceeds the contractual and / or underlying market limits or any anticipated (reasonably occurring) event etc. In the event of the above events, we shall not be liable to you for any claims, losses, damage, costs and expenses, including attorneys' fees, arising directly or indirectly out of such events.