



Introduced by: NCMFX, Inc.

## FOREX.com UK New Account – Joint on MetaTrader®

Thank you for choosing FOREX.com UK. To make it easy and convenient to open your account, we have included all the necessary forms in this application pack. Completing the application process is easy:

**Step 1: Complete the Customer Account Application (pages 3-6), read the FOREX.com UK Customer Agreement (pages 7-31), along with Schedules (pages 31-41) and sign page 42.**

### Step 2: Verify Personal Information

- Please submit Two (2) forms of identification, including one (1) photo ID (i.e. passport or any other government-issued document evidencing nationality or residence and bearing a photograph), AND one (1) proof of address as represented on this application (i.e. utility bill, driver's license, bank statement, etc.). *Required of all authorised signatories of this account.*

**Step 3: Fax or mail your completed, signed application (in its entirety) and your two (2) forms of identification**

**via FAX (for expedited processing):**

ATTN: New Accounts  
+44 (0) 207 236 4870

**via MAIL:**

Gain Capital - Forex.com UK Limited  
ATTN: New Accounts  
23 College Hill, 3rd Floor  
London EC4R 2RT United Kingdom

**Step 4: Fund Your Account. A mini account requires a minimum deposit of £250, and a standard account requires a minimum deposit of £2500. You can fund your account now to start trading as soon as we have processed your application.**

**There are two (2) easy ways to fund your account.**

- **Wire Transfer - *The fastest way to fund your account***

Bank wires are typically received and credited to client's account within one (1) business day. All wire transfers should include the client's name and/or account number in the reference section of the wire.

**For US Dollar Deposits, wire to:**

Beneficiary: Barclays Bank PLC, London  
Sort Code: 20-00-00  
Swift Code: BARCGB22  
IBAN: GB66 BARC 2000 0074 4003 11

**Credit to:**

GAIN Capital - FOREX.com UK, Ltd.  
Account # 200000 74400311

For Further Credit To: Please include your name & FOREX.com A/C Number (or "New Acct").



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**In addition to USD, you may fund your trading account with either Euro or British Pound (Sterling).**

**Euro Deposits (€)**

Beneficiary Bank: Barclays Bank PLC, London  
Sort Code: 20-00-00  
Swift Code: BARCGB22  
IBAN: GB27 BARC 2000 0068 7639 55

**Credit to:**

GAIN Capital - FOREX.com UK, Ltd.  
Account # 200000 68763955  
For Further Credit To: Please include your name & FOREX.com A/C Number (or "New Acct")

**British Pound (Sterling) Deposits (£)**

Beneficiary Bank: Barclays Bank PLC, London  
Sort Code: 20-00-00  
Swift Code: BARCGB22  
IBAN: GB17 BARC 2000 0083 8526 79

**Credit to:**

GAIN Capital - FOREX.com UK, Ltd.  
Account # 200000 83852679  
For Further Credit To: Please include your name & FOREX.com A/C Number (or "New Acct")

• **Credit Card**

Deposits via Visa and MasterCard are also accepted. Please visit [http://www.forex.com/metatraderuk/forex\\_account\\_funding.html](http://www.forex.com/metatraderuk/forex_account_funding.html) for further details and instructions.

***Cash deposits are not accepted, which includes money orders, traveller's cheques or other cash equivalents. Under no circumstances will FOREX.com UK make or receive payments via third parties.***

You will be contacted via e-mail when your funds have been received and you have been cleared for trading. If you have questions or require assistance, please call us by free phone at 0800 032 1948, directly at +44 (0) 20 7429 7900 or e-mail us at [newaccounts@forex.com](mailto:newaccounts@forex.com).



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**Customer Account Application – Joint on MetaTrader®**

This Application must be completed in full or it will not be processed. **FOREX.com UK will not disclose, share or sell your personal information to third parties. You must be at least 18 years of age to open an account. Please type or print clearly.**

**I. ACCOUNT INFORMATION**

Account Type (Choose one):  **Standard Account** (£2500 account minimum)  **Mini Account** (£250 account minimum)

Base Currency (Choose one):  **U.S. Dollar**  **British Pound (Sterling)**  **Euro**

Name to Appear on Account: \_\_\_\_\_

Telephone number for account transaction information: \_\_\_\_\_

E-mail Address (this will be our primary method of contacting you): \_\_\_\_\_

Expected Initial Deposit (Choose one):  \$,  £ or  € \_\_\_\_\_

\*The minimum deposit to trade CFDs is £2,500 or its equivalent. The minimum deposit to trade FX is £250 or its equivalent. A minimum deposit of £5,000 or its equivalent is recommended to trade both CFDs and FX Products.

Deposit Method? (Choose one):  Wire  Credit Card

Were you referred to us?  **YES** If Yes, by whom? **NCMFX, Inc.**

Select a password for your Account: \_\_\_\_\_

8 character minimum (should contain letters and numbers). Remember your password; you will need it to log in to your account.

Security Question:

- In which city or town was your first job located?
- What is your father's middle name?
- What was the name of your elementary/primary school?
- What is your maternal grandmother's maiden name?

Answer: \_\_\_\_\_

**II. PRIMARY APPLICANT**

**PERSONAL INFORMATION**

Full Name: \_\_\_\_\_ Date of Birth (dd/mm/yyyy): \_\_\_\_\_

Tax ID # or Government ID # (i.e. passport, national ID, driver's license): \_\_\_\_\_

Home Address (P.O. boxes not accepted): \_\_\_\_\_

City: \_\_\_\_\_ State: \_\_\_\_\_ Zip: \_\_\_\_\_ Country: \_\_\_\_\_

Telephone: \_\_\_\_\_ Mobile Phone: \_\_\_\_\_

Nationality: \_\_\_\_\_



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**EMPLOYMENT STATUS**

(Check one)  Employed  Self-employed  Retired  Student/Home maker  Unemployed

*If you selected Employed, provide the following information:*

Employer's Name: \_\_\_\_\_ Years There: \_\_\_\_\_

Nature of Business: \_\_\_\_\_ Position: \_\_\_\_\_ Telephone: \_\_\_\_\_

Employer's Address: \_\_\_\_\_

**TRADING EXPERIENCE**

How frequently and over what period of time have you traded the following?

Frequency: Indicate daily, weekly, monthly, infrequently or never.

Time Period: Indicate 3 months, 3-6 months, 6-12 months, 1-3 years or 3+ years

	<u>Frequency</u>	<u>Time period</u>
a) Shares and/or bonds	_____	_____
b) Exchange traded derivatives (futures, options, warrants)	_____	_____
c) OTC derivatives (forex, CFDs, spread bets, binary bets)	_____	_____

Do you have knowledge or qualifications relevant to our services?  YES  NO

If yes, is this: a) Experience of trading OTC leveraged derivatives through working in the financial sector?

b) Relevant professional qualifications and/or education?

**ADDITIONAL INFORMATION**

Do you work for a firm or branch regulated by the FSA or by an overseas regulator?  YES  NO

If yes, please provide details: \_\_\_\_\_

**III. JOINT APPLICANT**

**PERSONAL INFORMATION**

Full Name: \_\_\_\_\_ Date of Birth (dd/mm/yyyy): \_\_\_\_\_

Tax ID # or Government ID # (i.e. passport, national ID, driver's license): \_\_\_\_\_

Home Address (P.O. boxes not accepted): \_\_\_\_\_

City: \_\_\_\_\_ State: \_\_\_\_\_ Zip: \_\_\_\_\_ Country: \_\_\_\_\_

Telephone: \_\_\_\_\_ Mobile Phone: \_\_\_\_\_

Nationality: \_\_\_\_\_



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**EMPLOYMENT STATUS**

(Check one)  Employed  Self-employed  Retired  Student/Home maker  Unemployed

*If you selected Employed, provide the following information:*

Employer's Name: \_\_\_\_\_ Years There: \_\_\_\_\_

Nature of Business: \_\_\_\_\_ Position: \_\_\_\_\_ Telephone: \_\_\_\_\_

Employer's Address: \_\_\_\_\_

**TRADING EXPERIENCE**

How frequently and over what period of time have you traded the following?

Frequency: Indicate daily, weekly, monthly, infrequently or never.

Time Period: Indicate 3 months, 3-6 months, 6-12 months, 1-3 years or 3+ years

	<u>Frequency</u>	<u>Time period</u>
a) Shares and/or bonds	_____	_____
b) Exchange traded derivatives (futures, options, warrants)	_____	_____
c) OTC derivatives (forex, CFDs, spread bets, binary bets)	_____	_____

Do you have knowledge or qualifications relevant to our services?  YES  NO

If yes, is this: a) Experience of trading OTC leveraged derivatives through working in the financial sector?

b) Relevant professional qualifications and/or education?

**ADDITIONAL INFORMATION**

Do you work for a firm or branch regulated by the FSA or by an overseas regulator?  YES  NO

If yes, please clarify: \_\_\_\_\_

**III. FINANCIAL INFORMATION**

**A. PRIMARY APPLICANT**

Approximate annual income before tax  \$,  £ or  €: \_\_\_\_\_

Approximate value of savings and investments  \$,  £ or  €: \_\_\_\_\_

Sources of these funds:  Employment  Inheritance  Investments  Others

Approximate amount of funds available for trading with us  \$,  £ or  €: \_\_\_\_\_

Do you own property?  YES  NO

If yes, approximate value of property (less mortgage)  \$,  £ or  €: \_\_\_\_\_

**B. JOINT-APPLICANT**

Approximate annual income before tax  \$,  £ or  €: \_\_\_\_\_

Approximate value of savings and investments  \$,  £ or  €: \_\_\_\_\_



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Sources of these funds:  Employment  Inheritance  Investments  Others

Approximate amount of funds available for trading with us  \$,  £ or  €: \_\_\_\_\_

Do you own property?  YES  NO

If yes, approximate value of property (less mortgage)  \$,  £ or  €: \_\_\_\_\_

#### **IV. ACKNOWLEDGEMENTS**

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##### **Primary Applicant / Account Holder:**

I am \_\_\_\_\_ who resides in \_\_\_\_\_ and am a citizen of \_\_\_\_\_.

I am the beneficial owner of all the income to which this application relates.  YES  NO

The income noted on this application is NOT connected with the conduct of trade or business in the USA and is NOT subject to tax under an income tax treaty.  I AGREE /  I DISAGREE

##### **Joint-Applicant / Secondary Account Holder:**

I am \_\_\_\_\_ who resides in \_\_\_\_\_ and am a citizen of \_\_\_\_\_.

I am the beneficial owner of all the income to which this application relates.  YES  NO

The income noted on this application is NOT connected with the conduct of trade or business in the USA and is NOT subject to tax under an income tax treaty.  I AGREE /  I DISAGREE



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## Customer Agreement

This Customer Agreement sets forth the terms and conditions governing your Account at Gain Capital – Forex.com UK Limited (“FOREX.com UK”), and all Transactions in this Account with FOREX.com UK. In this Customer Agreement, the undersigned customer is referred to as “Customer” or “You”.

**Please read this Customer Agreement carefully as it contains important information concerning your and FOREX.com UK’s rights and obligations in relation to the services we agree to provide you. Please let FOREX.com UK know as soon as possible if there is anything which you do not understand. FOREX.com UK Customer Services, 23 College Hill, 3rd Floor, London EC4R 2RT, Telephone: +44 (0) 20 7429 7900, Fax: +44 (0) 20 7236 4870, E-mail: [ukinfo@forex.com](mailto:ukinfo@forex.com).**

### General Information

- 1.1 **Information about us.** FOREX.com UK is authorised and regulated by the Financial Services Authority (“FSA”), Registration number 190864, at our registered office, 3 College Hill, 3rd Floor, London, EC4R 2RT. FOREX.com UK is an affiliate of the GAIN Capital Group, LLC and utilises the trading systems, infrastructure, technology, operations and personnel of the group to facilities customer services. Gain Capital Group, LLC is registered as a Retail Foreign Exchange Dealer with the Commodity Futures Trading Commission and is a member of the National Futures Association (NFA ID# 0339826) in the United States.
- 1.2 **Our services.** Subject to the terms and conditions of this Agreement and acceptance of your application to open an Account with us, we will maintain one or more Accounts in your name and will provide execution-only brokerage services for spot Transactions in the international over-the-counter foreign exchange markets and effect Rolling Spot Forex Transactions, Commodity and CFD Transactions and provide brokerage services for Transactions in such other products as we may, in our sole discretion, determine from time to time in the future. Unless expressly stated otherwise in writing, all contracts and Transactions entered into between us shall be governed by the terms of this Customer Agreement, as amended from time to time.
- 1.3 **Our capacity.** We will deal with you as principal unless we inform you that we are dealing with you as agent generally or with respect to any Transaction or class of Transactions and every Order which we may take is accepted and executed on the basis that we act on our own account as principal and not as your agent.
- 1.4 **Your capacity.** You will enter into Transactions as principal unless otherwise agreed in writing by us.
- 1.5 **Language of Communications.** You may communicate with us in English. All FOREX.com UK standard documents will be available in English. If a document is translated into another language this will be for information purposes only and the English version will prevail.
- 1.6 **Commencement.** This Customer Agreement supersedes any previous agreement between us on the same subject matter and takes effect when you signify your acceptance of this Customer Agreement by executing the Customer Account Application. By executing the Customer Account Application you confirm that you have read, understood and agree to be bound by this Customer Agreement with us.
- 1.7 **Withdrawal.** If you are an individual acting for purposes which are outside your business, trade or profession, you have a period of 14 calendar days from acceptance of this Customer Agreement to withdraw from this Agreement without penalty and without giving any reason. This right of withdrawal shall not apply following any Transaction executed under this Agreement which will thereafter remain binding on you.



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- 1.8 **Amendments.** We may amend this Agreement by giving written notice to you [by post or email]. Each amendment will become effective on the date specified in the notice and will be deemed accepted if and when you place an Order with us after the date on which the amendment becomes effective. Any amendment requested by you must be agreed in a formal amendment agreement by us. Unless expressly agreed otherwise, an amendment will not affect any outstanding Order or Transaction or any legal rights or obligations which may already have arisen. If you do not wish to accept any amendment made by us you may by notice to us close any of your open Transactions and your Account in accordance with this Agreement.
- 1.9 **Duty to you.** Nothing in this Customer Agreement purports to exclude or restrict any duty or liability owed by us to you under the Act or FSA Rules which under the Act or the Rules we are not permitted to exclude or restrict. If there is any conflict between this Customer Agreement and the FSA Rules, the FSA Rules will prevail.
- 1.10 **Duties and responsibilities.** We assume no greater responsibility or fiduciary duty than that imposed by the FSA Rules or the express terms of this Customer Agreement.

## 2. RISK DISCLOSURES

- 2.1 At Schedule 2 you are provided with a General Risk Disclosure Notice in compliance with FSA Rules. The General Risk Disclosure Notice sets out the particular investment risks of investing in complex financial instruments. Your execution of the Customer Account Application will be treated as your informed acknowledgment that you have carefully read and are prepared to accept the risks outlined in the General Risk Disclosure Notice. If there is anything you do not understand it is recommended that you seek specialist independent financial and/or legal advice, in particular, regarding the suitability of complex financial instrument trading.
- 2.2 You should note, in particular, that trading on Margin involves significant risks and that:
- (a) you can lose more than your Initial Margin and in certain circumstances your losses may be unlimited; and
  - (b) if the market moves against your position or Margin rates are increased there may be insufficient money in your Account to satisfy Margin requirements and we may automatically liquidate any or all of your positions at a loss.

## 3. INTERPRETATION

- 3.1 Terms capitalised in this Agreement are defined at Schedule 1 of this Agreement.
- 3.2 **General interpretation.** A reference in this Customer Agreement to a “clause” or “Schedule” will be construed as a reference to, respectively, a clause of or Schedule to this Customer Agreement, unless the context requires otherwise. References in this Customer Agreement to any statute or statutory instrument or Applicable Regulations include any modification, amendment, extension or re-enactment. A reference in this Customer Agreement to any “document” will be construed to include any electronic document. References to persons include bodies corporate, unincorporated associations and partnerships/persons, firms, companies, corporations, governments, states or agencies of a state or any associations or partnerships of two or more such persons (whether or not having separate legal personality). The masculine includes the feminine and the neuter and the singular includes the plural and vice versa as the context admits or requires. Words and phrases defined in the FSA’s Rules have the same meanings in this Customer Agreement unless expressly defined in this Customer Agreement. Any times or deadlines referred to in this Customer Agreement, whether by reference to specific hours or otherwise, are based on local times in London, UK.



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- 3.3 **This Customer Agreement and the Schedules.** The Schedules form part of this Customer Agreement. We may from time to time send to you further schedules with respect to a specific Market or class of Financial Instruments or Commodity which will also form part of this Customer Agreement.
- 3.4 **Headings.** Headings are for ease of reference only and do not form part of this Customer Agreement.
- 3.5 **Time of essence.** Time will be of the essence in respect of all obligations of yours under or in connection with this Customer Agreement and any Transaction. This means that specified times and dates in this Customer Agreement are vital and mandatory. Any delay, reasonable or not, may be grounds for terminating a Transaction or Transactions or this Customer Agreement.

#### 4. **CLIENT CLASSIFICATION**

- 4.1 For the purposes of the services provided by FOREX.com UK under this Customer Agreement subject to clause 4.2 we will treat you as a Retail Client.
- 4.2 Where we have categorised you as a Retail Client, in certain circumstances you may request to be treated as a Professional Client. If you are classified as a Professional Client pursuant to your request you will lose the protections afforded to Retail Clients (apart from those also provided to Professional Clients) under FSA Rules are summarised in a notice we will provide to you in these circumstances, further details of which are available from FOREX.com UK on request. Where we have categorised you as a Professional Client in certain circumstances you may request to be treated as an Eligible Counterparty.

#### 5. **APPLICABLE REGULATIONS AND MARKET REQUIREMENTS**

- 5.1 **Subject to Applicable Regulations.** This Customer Agreement and all Transactions are subject to Applicable Regulations so that: (i) if there is any conflict between this Customer Agreement and any Applicable Regulations, the latter will prevail; and (ii) we may take or omit to take any action we consider necessary to ensure compliance with any Applicable Regulations and whatever we do or fail to do in order to comply with them will be binding on you.
- 5.2 **Market Liquidity Provider and Market action.** If a Market or Liquidity Provider (or an intermediate broker or agent, acting at the direction of, or as a result of action taken by, a Market) takes any action which we determine affects or may affect a Transaction, then we may take any action which we, may reasonably consider desirable to correspond with such action or to mitigate any loss incurred as a result of such action. Any such action taken by us will be binding on you.
- 5.3 You acknowledge that you are solely responsible for, and that neither FOREX.com UK nor any of its Affiliates has any responsibility for, your compliance with any laws, regulations or rules applicable to your use of the services provided by us under this Customer Agreement including, but not limited to, any laws, regulations or rules, in your or any other jurisdiction, relating to tax, foreign exchange and capital control, and for reporting or filing requirements that may apply as a result of your country of citizenship, domicile, residence or tax-paying status.

#### 6. **EXECUTION AND ADVICE**

- 6.1 **Execution only.** We deal with you on an execution-only basis and will not make personal recommendations or advise on the merits or suitability of purchasing, selling or otherwise dealing in particular investments or executing particular Transactions, their legal, tax, accounting or other consequences or the composition of any account or any other rights or obligations attaching to such investments or Transactions. You should bear in mind that merely explaining the terms of a Transaction or Financial Instrument or its performance characteristics does not itself amount to advice on the merits of the investment.



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- 6.2 **Incidental information.** Where we do provide general trading recommendations, market commentary or other information:
- (a) this is incidental to your dealing relationship with us. It is provided solely to enable you to make your own investment decisions and does not amount to a personal recommendation or to advice;
  - (b) we give no representation, warranty or guarantee as to the accuracy or completeness of such information or as to the legal, tax or accountancy consequences of any Transaction;
  - (c) where information is in the form of a document containing a restriction on the person or category of persons for whom that document is intended or to whom it is distributed, you agree that you will not pass it on contrary to that restriction;
- 6.3 You acknowledge and agree that you are capable of assessing the merits of and understand and accept the nature and risks of Transactions entered into under this Customer Agreement and that you do not rely on advice from FOREX.com UK in relation to the merits of any such Transaction.

## 7. CHARGES AND PAYMENTS

- 7.1 **Charges.** You will pay our charges as agreed with you from time to time or we may deduct such charges from any funds held by us on your behalf. We may charge a mark-up or mark-down (the difference between the price at which we take a principal position and the Transaction execution price with you). We may alternatively agree to charge a commission or a combination of commission and mark-up or mark-down. Where your Account was introduced to us by an introducing broker a portion of the charges or Commissions paid by you may be given to the introducing broker in accordance with clause 16.1 herein.
- 7.2 **Incidental Fees.** FOREX.com UK.com may charge for incidental banking-related fees such as wire charges for deposits/withdrawals and returned check fees. FOREX.com UK may charge monthly inactivity fees in any account wherein there is no trading activity for at least thirty (30) calendar days. FOREX.com UK reserves the right to change its fee structure and/or parameters at any time without notice. Fees do not currently, but may in the future include such things as statement charges, order cancellation charges, account transfer charges, telephone order charges or fees imposed by any interbank agency, bank, contract, market or other regulatory or self-regulatory organization arising out of FOREX.com UK's provision of services hereunder. Customer may incur additional fees for the purchase of optional, value added services offered by FOREX.com UK.
- 7.3 **Currency indemnity.** If we receive or recover any amount in respect of an obligation of yours in a Currency other than that in which such amount was payable, whether pursuant to a judgment of any court or otherwise, you shall indemnify (fully compensate or reimburse) us and hold us harmless from and against any cost (including costs of conversion) and loss suffered by us as a result of receiving such amount in a Currency other than the Currency in which it was due.
- 7.4 **Conversion of foreign currency amounts.** If you direct FOREX.com UK to fund Margin from funds denominated in a foreign currency held on your Account, FOREX.com UK will be authorised to convert those funds for Margin at a rate of exchange reasonably determined by FOREX.com UK. FOREX.com UK will not be liable to you for any exchange rate loss suffered by you as a result of any such conversion.
- 7.5 **Payments and deliveries net.** Unless we give you written notice to the contrary, all payments and deliveries between us shall be made on a net basis and we shall not be obliged to deliver any asset or make any payment to you or both (as the case may be) unless and until we have received from you the appropriate documents and any cleared funds.



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- 7.6 **Remuneration and sharing charges.** We may receive remuneration from, or share charges with any Affiliates or third parties in connection with Transactions carried out on your behalf. Details of such remuneration or sharing arrangements will be made available to you on written request.

## 8. OUR SECURITY

- 8.1 **Security interest.** As a continuing security for the performance of all your obligations (whether actual or contingent, present or future) to us pursuant to or in connection with this Customer Agreement (“Secured Obligations”) you grant to us, with full title guarantee, a first priority fixed charge over, and security interest in, all non-cash Margin and other collateral (collectively “Collateral”) now or in the future provided by you to us or to our order or under our direction or control or that of a Market standing to the credit of your Account or otherwise held by us or any of our Affiliates or our or their nominees on your behalf.
- 8.2 **Further assurance.** You agree to execute such further documents and to take such further steps as we may request from time to time to create, perfect, maintain or protect our charge and security interest referred to in clause 8.1, to be registered as owner of or obtain legal title to all Collateral, to secure further the Secured Obligations, or to enable us to exercise our rights or satisfy any Market requirement.
- 8.3 **Substitution.** You may not withdraw or substitute any property or asset subject to our charge and security interest referred to in clause 8.1 without our prior written consent.
- 8.4 **General lien.** In addition and without prejudice to any rights to which we may be entitled under this Customer Agreement or any Applicable Regulations, we will have a general lien on all property held by us or any of our Affiliates or our or their nominees on your behalf until the satisfaction in full of all Secured Obligations.

## 9. RIGHT OF SET-OFF

- 9.1 We may at any time set off, without prior notice to you or any other requirement, any obligation (whether or not such obligation is matured or contingent, whether or not arising under this Customer Agreement or under or in connection with any other agreement, transaction or instrument, and regardless of the currency, place of payment or booking office of the obligation) you or any of your Affiliates may from time to time owe to us or any of our Affiliates, as reasonably determined by us, against any obligation (whether or not such obligation is matured or contingent, whether or not arising under this Customer Agreement or under or in connection with any other agreement, transaction or instrument, and regardless of the currency, place of payment or booking office of the obligation) we or any of our Affiliates may then owe to you or any of your Affiliates, as reasonably determined by us.
- 9.2 For the purpose of any cross-currency set-off, we may convert either obligation at the applicable market exchange rate selected by us on the relevant date.
- 9.3 If the amount of any obligation is unascertained, we may in good faith estimate that amount and set off in respect of the estimate, subject to us accounting to you when the amount of the obligation is ascertained.
- 9.4 Our rights under this clause 9 will be in addition to any other right of set-off or similar right we may have, whether as a matter of contract, under common law, or otherwise.

## 10. TAXES

- 10.1 You are responsible for all taxes (UK or foreign) that may arise as a result of or in connection with a Transaction, whether under current or changed law or practice. We shall have no responsibility for any of your tax liabilities, or for providing information or advice in respect of such liabilities and shall not be responsible for notifying you of a change in tax law or practice. You shall indemnify (fully compensate or



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reimburse) us and hold us harmless for and against all costs, claims, demands and expenses arising as a result of or in connection with any failure by you to reimburse the Indemnified Party in accordance with this clause.

## 11. MATERIAL INTERESTS AND INFORMATION BARRIERS

11.1 **Material interests.** Your attention is drawn to the fact that when we deal with you or for you, we or an Affiliate or some other person connected with us may have another interest, relationship or arrangement that is material. Without limiting the nature of such interests, examples include where we or an Affiliate could be:-

- (a) dealing or quoting prices to the markets, in the investment, a related investment or an asset underlying the investment, as principal for our (or its) own account or that of someone else. This could include selling to you or buying from you and also dealing with or using the services of an intermediate broker or other agent who may be an Affiliate;
- (b) matching (e.g. by way of a cross) your Transaction with that of another customer by acting on his behalf as well as yours;
- (c) buying from you and selling immediately to another customer, or vice versa;
- (d) advising and providing other services to Affiliates or other customers who may have interests in investments underlying assets which conflict with your own.

11.2 You accept that we and our Affiliates may have interests which conflict with your interests and may owe duties which conflict with duties which would otherwise be owed to you, and consent to our acting in any manner which we consider appropriate in such cases subject to Applicable Regulations.

11.3 **No liability to disclose or account.** We will comply with Applicable Regulations binding on us, but we shall be under no further duty to disclose any interest to you, including any benefit, profit, commission or other remuneration made or received by reason of any Transaction or any related transaction or position.

11.4 **Information Barriers.** Where necessary we maintain arrangements which restrict access by our employees to information relating to areas of our business (and that of Affiliates) with which, and the affairs of clients with whom, they are not directly concerned. Accordingly, we shall not be required to have regard to or disclose to you or make use of any information which belongs to or is confidential to another client or to us or any Affiliate, and we may be unable to advise or deal with you in relation to particular investments without disclosing the reason for this.

11.5 **Deals using a connected broker.** Where a material connection exists between us and a connected broker, you hereby agree that you do not require us to give you notice of that.

## 12. CONFLICT OF INTERESTS

12.1 **Conflicts Policy.** We are required to have arrangements in place to manage conflicts of interest between us and our clients and between different clients. We operate in accordance with a conflicts of interest policy we have put in place for this purpose in which we have identified those situations in which there may be a conflict of interest, and in each case, the steps we have taken to manage that conflict. A summary of our conflicts policy is available on the website of FOREX.com UK [[www.forex.com/uk](http://www.forex.com/uk)] [Retail Clients only].

12.2 **Disclosure to you.** We shall not be obliged to disclose to you or take into consideration any fact, matter or finding which might involve a breach of duty or confidence to any other person, or which comes to the



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notice of any of our directors, officers, employees or agents but does not come to the actual notice of the individual or individuals dealing with you.

- 12.3 **No fiduciary duties.** The relationship between you and us is as described in this Customer Agreement. Neither that relationship, nor the services we provide nor any other matter, will give rise to any fiduciary or equitable duties on our part or on the part of any of our Affiliates. As a result, we or any of our Affiliates involved in doing business with or for you may act as both market maker and broker, principal and agent and we or any of our Affiliates may do business with other clients and other investors whether for our own or such Affiliate's own account.
- 12.4 **Consent.** You accept that we and our Affiliates may either (i) have interests which conflict with your interest's, or (ii) owe duties which conflict with duties which would otherwise be owed to you, and in either case (i) or (ii) you consent to our acting in any manner which we consider appropriate in such cases subject to Applicable Regulations.

### 13. MARKET ABUSE

- 13.1 **Market abuse.** By entering into any Transaction you are not acting in any way which is intended to or may be considered to be "Market Abuse" a defined term in the Act, nor are you acting with the intention of contravening any other provision of the Act, the FSA Rules, or any other Applicable Regulation.
- 13.2 You acknowledge that it would be improper for you to deal in the Market if the sole purpose of such a transaction was to impact on our bid or offer prices, and you agree not to conduct any such transactions.

### 14. ACCOUNT OPENING

- 14.1 An Account must be opened prior to entering into any Transaction with FOREX.com UK. No Orders can be placed until an Account has been opened and cleared funds received. Without prejudice to the foregoing, if FOREX.com UK permits you to place an Order notwithstanding that an Account has not been opened, or cleared funds received, this shall not limit your liability to FOREX.com UK pursuant to this Customer Agreement in respect of the Order placed. FOREX.com UK may, at its absolute discretion, refuse to accept you as a client for whatever reason but will notify you of any such refusal, without giving any reasons, as soon as reasonably practicable.
- 14.2 You must record information regarding your investment knowledge and experience in the Customer Account Application. On the basis of this information and in accordance with the Applicable Regulations we will assess whether opening an Account is appropriate for you. If you are classified as a Professional Client we will make certain assumptions about the appropriateness of the services to be provided, and we will be entitled to assume that you have the requisite knowledge and experience to enter into Transactions. If you do not consider this to be the case, you must make us aware of this prior to entering into any Transactions and provide us with all relevant information as to the level of your knowledge and experience. It is your responsibility to promptly inform us in writing if at any time during your relationship with FOREX.com UK you become aware of any information or circumstances which might reasonably indicate that our initial assessment should be changed.
- 14.3 To assess your creditworthiness, manage credit risk and to prevent fraud (or other criminal activity) you acknowledge and agree that we may:
- (a) make periodic searches and enquiries about you and any Related Party at credit reference agencies, and your employers and any other relevant parties (as applicable);
  - (b) disclose information to organisations involved in fraud prevention; and



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- (c) obtain information from and disclose information to other broker-dealers or investment managers which deal in or manage investments for you concerning any payment or security default or concerning any investment which is related to or connected with Transactions which you seek to open with us.

14.4 Any limits for your Account (including any credit limits) will be set and varied from time to time with regard to your credit status and, where applicable, the amount of funds deposited by you with us which may, in its sole discretion apply a limit to:

- (a) the size of any Transaction or series of Transactions that you may enter into; and
- (b) the amount of any loss or liability to which you may be exposed.

14.5 Account limits do not limit or represent your liability for losses to FOREX.com UK, and the funds you may have from time to time on deposit with us as Margin or otherwise do not represent any limit upon your financial liability to us.

14.6 When your Account is opened you will have access to the Trading Systems enabled by a password which shall be for your personal use only and which you shall keep secret and not disclose to any third party nor allow any third party to use or otherwise gain access to the Trading Systems in your name or on your Account. You are responsible for all information submitted through your access to the Trading Systems and in the event there is an erroneous entry of information for whatever reason you will be held responsible for all resultant financial obligations or liabilities.

14.7 Access to the Trading Systems are furnished pursuant to a non-exclusive, non-transferable, revocable licence and their use is subject to the terms of this Agreement.

## 15. ACCOUNT PAYMENTS

15.1 The cash balance of your Account:

- (a) will be credited from time to time with the amount of each payment of Margin, by the realised profits payable arising as a result of or in connection with a Transaction and any other payment received by us from you pursuant to this Customer Agreement; and
- (b) will be debited from time to time by the amount of each payment made by us to you at your request pursuant to this Customer Agreement, by the deduction of our charges and by realised losses payable arising as a result of or in connection with a Transaction.

15.2 Unless otherwise agreed, you acknowledge and agree that no interest will accrue on any cash balance in your Account and that FOREX.com UK will not be liable to pay you any such interest.

15.3 We will only accept deposits from you by BACS, telegraphic transfer, SWIFT and credit or debit card. No cash will be accepted. Payments may be denominated in UK Pounds Sterling, US Dollars, Euros, or any other Currency agreed in advance with us.

15.4 **Base currency.** You shall designate a base currency of your Account which shall either be UK Pounds Sterling, US Dollars, Euros or any other currency agreed in advance with us (the "Account Base Currency"). Any sums deposited in your Account, if in a Currency other than the Account Base Currency, may be converted to that Account Base Currency at the prevailing conversion rate as designated by us unless alternative instructions from you are accepted by us. If any interest costs, commission and other charges to be debited to your Account are in a currency other than the Account Base Currency they may be converted to that Account Base Currency at the prevailing conversion rate as designated by us.



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- 15.5 All payments from your Account will be made on your request in the Account Base Currency unless another Currency is agreed in advance between you and us and will be made by BACS transfer, Telegraphic Transfer, SWIFT or, where payments were made by debit or credit card, and it is permitted, transfer of funds to the relevant credit or debit card account. We shall not be obliged to make any payment to you unless your cash balance remaining after making the payment would be sufficient to cover your Margin and any unrealised losses in relation to your open Transactions on your Accounts.
- 15.6 No instructions to pay a third party from your Account will be accepted by us unless otherwise agreed in writing by us.
- 15.7 You agree to make payments due to us under this Customer Agreement in accordance with the following terms:
- (a) all electronic or telegraphic transfer or other bank fees in respect of payments by you will be your sole responsibility;
  - (b) any payment made to us will only be treated as received when we receive cleared funds;
  - (c) if any payment is not received by us on the due date for payment then, without limitation of any other rights which we may have, we will be entitled to charge interest on the overdue amount (both before and after judgment) at a rate of 1% per month from the date payment was due until the actual date of receipt by us; and
  - (d) you indemnify (fully compensate or reimburse) us for and hold us harmless against any costs or expenses (including all legal fees and expenses) which we may incur, either before or after the commencement of any legal action, to recover payments due.
  - (e) you indemnify (fully compensate or reimburse) and hold us harmless against any costs or expenses (including all legal costs) which we may incur, either before or after the commencement of any legal action, to recover payments due.

## 16. INTRODUCING BROKERS

- 16.1 If your Account was introduced to FOREX.com UK by an introducing broker you acknowledge and agree that:
- (a) you authorised the introducing broker to introduce you to FOREX.com UK;
  - (b) a portion of the charges or Commission paid by you to us may be given to the introducing broker and that you can contact the introducing broker or FOREX.com UK for further information in this respect; and
  - (c) any advice given to you regarding your Account or your Transactions will be given by the introducing broker and not by FOREX.com UK.

## 17. MARGIN

- 17.1 **Margin Arrangements.** As a condition of entering into a Transaction, we may in our sole discretion require the deposit of funds or Collateral acceptable to us to secure your liability to us for any losses which may be incurred in respect of the Transaction ("Initial Margin"). Initial Margin is due and payable immediately as a condition to opening the relevant Transaction and we may decline to open any Transaction if you do not have sufficient available cash in your Account to satisfy the Initial Margin required for that Transaction at the time the relevant Order is placed. If there is an adverse movement in



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the price of a Transaction or Reference Asset or if we determine in our sole and absolute discretion that there is an increase in the risk of an adverse movement in the price of a Transaction or Reference Asset, we will require additional security from you in the form of cash deposits or other acceptable Collateral to supplement Initial Margin ("Variation Margin").

- 17.2 **Changes in Margin requirements.** Margin requirements may be set and varied without prior notice from time to time in our sole and absolute discretion in order to cover any realised or unrealised losses arising from or in connection with Transactions, including subsequent variation of any Margin rates set at the time Transactions are opened.
- 17.3 **Form of Margin.** Margin must be provided by or on behalf of you in cash or other Collateral acceptable to us as determined by us in our sole and absolute discretion. You are obliged to maintain in your Account, at all times, sufficient funds to meet all Margin requirements. In addition, we will be entitled to treat any assets deposited with us by you from time to time (other than assets deposited for safe custody only) as Collateral against your Margin requirements. In all cases we will be entitled in our sole and absolute discretion to determine the value of any Collateral deposited with us. We are entitled to require payment of Margin of you (whether resident in the UK or in another jurisdiction) by telegraphic transfer or any other method of immediate/electronic funds transfer acceptable to us. Only funds received net of any bank charges, which relate to the transfer, will be credited as paid.
- 17.4 **Close-out.** In the event that there is insufficient Margin in your Account or in the event that the deposited Margin is not sufficient to meet the required Margin rates, as determined by us in accordance with clause 17.2 of this Customer Agreement, and regardless of whether or not prior Margin Calls have been issued or not, we may in our sole discretion choose to close or terminate your Transaction and Account without notice to you immediately. This will not constitute an Event of Default. Without prejudice to the foregoing, any Transaction entered into by you or on your behalf which results in there being insufficient Margin to cover any actual or anticipated losses or liabilities in connection with your Account will constitute an Event of Default and we may in our discretion exercise our rights in clause 23 of this Customer Agreement, whether there has been a Margin Call or not.
- 17.5 **Margin Calls.** FOREX.com UK does not make Margin Calls in the ordinary course of business. FOREX.com UK may from time to time and in its sole discretion call upon and request that you deposit additional Margin or Collateral to secure your obligations to FOREX.com UK. Any Margin Call, without closing your Account or liquidating your positions, shall not be deemed precedent for future Margin Calls. We are also not obliged to make any Margin Call of you at all or within any specific time period, and any failure or delay on our part to make any Margin Call at any time will not operate as a waiver of any of our rights or remedies under or in connection with this Customer Agreement, whether in respect of such Margin Call or otherwise. We shall be deemed to have made a Margin Call on you if we have left a message requesting you to contact us, or if we are unable to leave a message and have used reasonable endeavors to contact you by telephone. Any message we leave for you requesting you to contact us should be regarded as extremely urgent. We shall not be liable for any losses you may suffer as a result of any failure to respond to an actual or deemed Margin Call. We may in our sole discretion close or terminate your Transactions without notice to you immediately and decline to enter into any further Transactions with you if you fail to honour any Margin Call and this shall constitute an Event of Default and we may exercise our rights in clause 23 of this Customer Agreement.
- 17.6 **Negative pledge.** You undertake neither to create nor to have outstanding any security interest whatsoever, nor to agree to assign or transfer, any of the Margin transferred to us, except a lien routinely imposed on all Securities in a clearing system in which such Securities may be held.
- 17.7 **Power to charge.** You agree that we may, free of any adverse interest of yours or any other person, grant a security interest over Margin provided by you to cover any of our obligations to an intermediate broker Market or Exchange, including obligations owed by virtue of the positions held by us or another of our customers.



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- 17.8 **Power of sale.** If an Event of Default occurs, we may exercise the power to sell all or any part of the Margin. The restrictions contained in Sections 93 and 103 of the Law of Property Act 1925 shall not apply to this Customer Agreement or to any exercise by us of our rights to consolidate mortgages or our power of sale. We shall be entitled to apply the proceeds of sale or other disposal in paying the costs of such sale or other disposal and in or towards satisfaction of the Secured Obligations.
- 17.9 **General lien.** In addition and without prejudice to any rights to which we may be entitled under this Customer Agreement or any Applicable Regulations, we shall have a general lien on all property held by us or our Affiliates or our nominees on your behalf until the satisfaction of the Secured Obligations.
- 17.10 Any action taken by us in connection with or pursuant to a CFD or Rolling Spot Forex Contract or other Transaction by us at a time at which any Event of Default specified in clause 22 of this Customer Agreement has occurred (whether or not we have knowledge thereof) shall be entirely without prejudice to our right to refuse any further performance thereafter, and shall not in any circumstances be considered as a waiver of that right or as a waiver of any other rights of ours should any such Event of Default have occurred.

## 18. ORDERS AND CONFIRMATIONS

- 18.1 **Placing of instructions.** You agree FOREX.com UK may on your instructions purchase and sell physically settled and cash settled CFD's, Rolling Spot Forex Contracts and Commodities on a spot or rolling basis with you. Unless otherwise agreed by us Orders for execution of Transactions between you and us are to be given to us electronically through Trading Systems or where there is a system failure by telephoning us.
- 18.2 **Communication of Orders.** Orders by telephone will only be accepted by FOREX.com UK during specified hours which will be notified to you from time to time. When you place an Order by telephone, you can do so only by talking directly to a broker of FOREX.com UK. No message may be left, and no Orders may be placed using answer phone or voicemail facilities or by facsimile. All telephone calls are recorded for the purposes of fraud prevention and quality control and by agreeing to these terms and conditions you agree to such recordings.
- 18.3 If your Account is set up as a Joint Account, FOREX.com UK is authorised to act on the instructions of any one owner, without further inquiry, with regard to trading in the Account and the disposition of any and all assets in the Account.
- 18.4 FOREX.com UK may, at its discretion refuse to accept any Order from you but will notify you of any such refusal, without giving any reasons, promptly following receipt of your instructions. FOREX.com UK may cancel any instructions previously given by you provided that FOREX.com UK have not acted on your instructions. Without prejudice to the generality of the foregoing FOREX.com UK reserves the right to limit the number of open positions that Customer may enter or maintain in Customer's Account. FOREX.com UK reserves the right, in its sole discretion, to refuse to accept any Order opening a new position or increasing an open position. Acceptance of your Order will be evidenced by FOREX.com UK's confirmation of that Order. The validity of any Order shall not, however, be affected by any failure or delay in such Order being confirmed. Acceptance of any Order does not constitute any acknowledgment agreement or representation that your Initial Margin or Margin requirement in respect of the Order or your existing Order is satisfied.
- 18.5 **Regulated Market.** You acknowledge and agree that by executing the Customer Account Application that you have given us your prior express consent to execute all Orders outside a regulated market or multi-lateral trading facility (as such terms are defined by FSA Rules.)
- 18.6 **Confirmation of Orders and Account Statements.** We may send you confirmations and account statements electronically or provide you with online access to confirmations and account statements stored



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on your FOREX.com UK website Account. You must notify us in writing if you wish to receive confirmations in hard copy rather than electronically. Each confirmation will, in the absence of a Manifest Error, be conclusive and binding on you, unless we receive any objection from you in writing within two Business Days of the date of the relevant confirmation or we notify you of an error in the confirmation within the same period.

- 18.7 **Intermediate brokers and other agents.** We may, at our sole and absolute discretion, arrange for any Transaction to be effected with or through the agency of an intermediate broker, who may be an Affiliate of ours, and may not be in the United Kingdom. Neither, we nor our respective directors, officers, employees or agents will be liable to you for any act or omission of an intermediate broker or agent. No responsibility will be accepted for intermediate brokers or agents selected by you.
- 18.8 **Order Execution Policy.** We will deal with you as principal in relation to any Orders and notwithstanding that we deal with you as principal and provide you with two way price quotes we acknowledge that you rely upon us to provide price quotes which are the best available prices for retail investors on a consistent basis. Your orders will be handled in accordance with our Order Execution Policy a summary of which is at Schedule 4 of this Agreement. While we seek to ensure that our quotes are price competitive FOREX.com UK is not able to give a warranty, express or implied, that the bid and offer prices quoted on FOREX.com UK Trading Systems always represent the prevailing market prices for retail investors. Our quoted prices may reflect market volatility or additional costs and charges which may result in an increase in the Spread as well as per Transaction or per-lot Commission.
- 18.9 **Aggregation of orders.** We may combine your Order with any Orders of our own and Orders of other customers. By combining your Orders with those of other customers we must reasonably believe that this is in the overall best interests of our customers. However, on occasions aggregation may result in you obtaining a less favourable price. Where we aggregate your Order with Orders of other customers, you agree that allocation of the investments concerned may be done within a period of five Business Days after the Order has been filled. Where an Order for a particular customer has been aggregated with Orders for another customer, we will take great care to ensure a fair allocation of Investments available across those Orders. Where there is an insufficient quantity of Investments available to fill all Orders any allocation undertaken by us will be:
- (a) completely even across all interested parties;
  - (b) take account of the time of receipt of an Order such that Orders are allocated in due turn; or
  - (c) take account of the size of each Order with allocation being in proportion to the relative Order sizes.

## 19. CLOSE-OUT AND NOVATION OF OPPOSING CONTRACTS

- 19.1 In general, to close any Rolling Spot Forex or CFD Contract in whole or in part you must enter into a second Rolling Spot Forex or CFD Contract in relation to the same currency pair and Value Date as the first Rolling Spot Forex Contract or CFD but you must sell if the first Contract was a purchase and you must purchase if the first Contract was a sale. The first Rolling Spot Forex or CFD Contract will be closed to the extent of the Rolling Spot Forex Contract or CFD size of the second Rolling Spot Forex or CFD Contract Transaction. Where there is more than one open Contract with the same characteristics the Contract opened earliest will be closed first. Additionally, should the trading platform(s) allow for “hedging” (an account being long and short the same Rolling Spot Forex or CFD position in the same account) or close out by the customer on a “Special Instruct” basis (customer identifies position(s) to be closed out), the customer will be responsible for closing open position(s) on a special instruct basis. Close-out and novation of opposing contracts policies and procedures are subject to change in our absolute discretion and will be notified to you when such change is made.



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20. **CLIENT MONEY**

- 20.1 Any money received by FOREX.com UK in respect of your Account with FOREX.com UK shall be treated as “Client Money” in accordance with the then applicable FSA’s Client Money Rules except where you separately agree with us to transfer full ownership of money to FOREX.com UK for, amongst other things, the purpose of securing or otherwise covering present or future, actual or contingent or prospective obligations, such as margin, in which circumstances such money will not be regarded as Client Money. Title transfer collateral arrangements are not utilized by FOREX.com UK for CFD Transactions (which are not Rolling Spot Forex Transactions).
- 20.2 In relation to Client Money unless you notify us in writing or otherwise, we may hold Client Money in a Client bank account opened with an approved bank in the United Kingdom or in the United States. Your Client Money may therefore be held in the United States and in such circumstances the legal and regulatory regime applying to the approved bank with which you bank account is opened is different from that of the United Kingdom.
- 20.3 In respect of clause 20.2(a) we will request that the applicable bank provide the acknowledgement required by FSA’s Rules provided that in the case of a Client bank account in the United Kingdom, if the bank does not provide such acknowledgement within 20 business days after we have dispatched the notice, we will (a) notify you of such fact and (b) withdraw all money standing to the credit of the account and deposit it in a Client bank account with another bank as soon as possible, unless specifically agreed in writing to the contrary. By entering into this Agreement you agree that we will not pay you interest on Client Money or any other unencumbered funds.
- 20.4 Unless you notify us in writing or otherwise, we may pass on Client Money or allow another person, such as an exchange, a clearing house or an intermediate broker, to hold or control Client Money where we transfer the Client Money (a) for the purposes of a transaction for you through or with that person; or (b) to meet your obligations to provide collateral for a Transaction (e.g. an initial margin requirement for a derivative transaction).
- 20.5 You consent to us releasing any Client Money balances, for or on your behalf, from client bank accounts and for us to treat as Client Money any unclaimed Client Money balance where:
- (a) we have determined that there has been no movement on your balance for a period of six years (notwithstanding any payments or receipts of charges, interest or similar items); and
  - (b) we have written to you at your last known address informing you of our intention of no longer treating that balance as Client Money, giving you 28 days to make a claim, provided we:
    - (i) shall make and retain records of all balances released from your Client bank accounts; and
    - (ii) undertake to make good any valid claims against any released balances.

21. **REPRESENTATIONS, WARRANTIES AND COVENANTS**

- 21.1 **Representations and warranties.** You represent and warrant to us on and as of the date this Customer Agreement comes into effect and on and as of each date on which any Transaction is outstanding, as follows:-
- (a) if you are an individual that you are of sound mind, legal age and legal competence;



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- (b) you are suitable to trade complex financial instruments, CFDs and Rolling Spot Forex Contracts and that you are aware of the risks involved with such transactions. Additionally, we may at our sole discretion, require you to have either: (x) effected Transactions of the type to be executed with FOREX.com UK under this Agreement for at least six (6) months; or (y) you agree to trade on Demo Trading System available to you on the FOREX.com UK website., FOREX.com UK may, in its sole discretion, decline to permit any real trades to be effected in your Account until you have, in FOREX.com UK's sole judgment, satisfactorily traded on the Demo Trading System;
- (c) you are willing and financially able to sustain a total loss of all year funds paid to us as a result of engaging in Transactions;
- (d) you are not a citizen and/or legal resident of the United States ;
- (e) you have all necessary authority, powers, consents, licences and authorisations and have taken all necessary action to enable you lawfully to enter into and perform this Customer Agreement and such Transaction and to grant the Security interests and powers referred to in this Customer Agreement;
- (f) where applicable, the person or the persons entering into this Customer Agreement and each Transaction on your behalf has or have been duly authorised to do so;
- (g) this Customer Agreement, each Transaction and the obligations created under or in connection with them both are binding upon you and enforceable against you in accordance with their terms (subject to applicable principles of equity) and do not and will not violate the terms of any regulation, order, charge or agreement by which you are bound or which you or any of your assets are subject;
- (h) no Event of Default or any event which may become (with the passage of time, the giving of notice, the making of any determination or any combination of the above) an Event of Default (a "Potential Event of Default") has occurred with respect to you or any Credit Support Provider;
- (i) unless you have informed us otherwise in writing you act as principal and sole beneficial owner (but not as trustee) in entering into and performing this Customer Agreement and each Transaction;
- (j) all details supplied on your Customer Account Application as well as any other information which you provide or have provided to us in respect of your financial position or other matters is accurate, complete and not misleading;
- (k) except as otherwise agreed by us, you are the sole beneficial owner of all Margin you transfer under this Customer Agreement, free and clear of any security interest whatsoever other than a lien routinely imposed on all Securities in a clearing system in which such Securities may be held; and
- (l) if you are not resident in the UK, you are solely responsible for ascertaining whether any Transaction entered into under this Customer Agreement is lawful under applicable laws of the jurisdiction of your residence.

21.2 **Covenants.** You covenant and agree with us, as follows:

- (a) you will at all times obtain and comply, and do all that is necessary to maintain in full force and effect, all necessary authority, powers, consents, licences and authorisations to (i) enable you to



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lawfully perform this Customer Agreement and each Transaction and (ii) without limiting the generality, interests and powers referred to in this Customer Agreement referred to in this clause;

- (b) you will promptly notify us of the occurrence of any Event of Default or Potential Event of Default with respect to you or, where applicable, any Credit Support Provider;
- (c) unless you have informed us otherwise in writing, you will at all times act as principal and sole beneficial owner (but not as trustee) in performing this Customer Agreement and in entering into and performing each Transaction;
- (d) you will promptly notify us if (i) you become aware of any detail supplied on your Customer Account Application or any other information provided to us in respect of your financial position or other matters being inaccurate, incomplete or misleading when supplied or provided or (ii) any such detail or information subsequently becomes inaccurate, incomplete or misleading;
- (e) you will at all times use all reasonable steps to comply with all Applicable Regulations in relation to this Customer Agreement and any Transaction; and
- (f) upon demand, you will promptly provide us with such information as we may reasonably require or request in relation to any of the matters referenced in this clause 21 or, without limiting the generality of the foregoing, to ensure compliance with any Applicable Regulation.

## 22. EVENTS OF DEFAULT

### 22.1 If at any time:

- (a) you fail or, where applicable, any Credit Support Provider fails, to comply fully and by the required time with any obligation to make any payment when due under this Customer Agreement or to make or take delivery of Margin or any other property or asset under or in connection with this Customer Agreement or any Transaction;
- (b) we have reasonable grounds to believe that (i) you are or, where applicable, any Credit Support Provider is, in breach of any covenant or agreement set out in this Customer Agreement or, where applicable, any related Credit Support Document or (ii) any representation or warranty made by you or, where applicable, any Credit Support Provider in this Customer Agreement or, where applicable, in any related Credit Support Document, or otherwise with respect to or in connection with any Transaction, is or was untrue, false or misleading when made, repeated or deemed to be made or repeated;
- (c) any action is taken or any event occurs, in each case which we believe might have an adverse effect upon your ability to perform any of your obligations under or in connection with this Customer Agreement or any Transaction;
- (d) we believe that doing so is necessary or desirable to prevent or address what might be a violation of the Act or any other Applicable Regulation or to ensure that good market practice is followed;
- (e) we believe that doing so is otherwise necessary or desirable for our own protection, whether from the perspective of financial exposure, reputational risk, or otherwise;
- (f) you die, become or are adjudged to be of unsound mind, are or become unable to pay your debts as they fall due, are or become bankrupt or insolvent within the meaning of any Insolvency Law, any indebtedness of yours or, where applicable, any Credit Support Provider is not paid on the due date therefore or is or becomes subject to being declared due and payable under any agreement or



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instrument evidencing or governing such indebtedness before it would otherwise have been due and payable, any suit, action or proceeding is commenced for any execution, any attachment or garnishment, or distress against, or an encumbrancer takes possession of, all or any part of the property, undertaking or assets (tangible and intangible) of you or, where applicable, any Credit Support Provider;

- (g) you are or, where applicable, any Credit Support Provider is dissolved, or, if your or any such Credit Support Provider's capacity or existence is dependent upon a record in a formal register, such registration is removed or ends, any proceeding is commenced seeking or proposing your dissolution, removal from such a register or the ending of such a registration, or you take or, where applicable, any Credit Support Provider takes any corporate or other action in preparation or furtherance of any of the foregoing;
- (h) you commence or, where applicable, any Credit Support Provider commences a voluntary case or other procedure (i) seeking or proposing liquidation, reorganisation, an arrangement or composition, a freeze or moratorium, or other similar relief with respect to you or your debts or, where applicable, any Credit Support Provider or its debts under any Insolvency Law or (ii) seeking the appointment of an Insolvency Officer with respect to you or any substantial part of your assets or, where applicable, any Credit Support Provider or any substantial part of its assets, or you take or, where applicable, any Credit Support Provider takes any corporate or other action in preparation or furtherance of any of the foregoing;
- (i) an involuntary case or other procedure is commenced against you or, where applicable, any Credit Support Provider (i) seeking or proposing liquidation, reorganisation, an arrangement or composition, a freeze or moratorium, or other similar relief with respect to you or your debts or, where applicable, any Credit Support Provider or its debts under any Insolvency Law or (ii) seeking the appointment of an Insolvency Officer with respect to you or any substantial part of your assets or, where applicable, any Credit Support Provider or any substantial part of its assets;
- (j) you disaffirm, disclaim or repudiate or, where applicable, any Credit Support Provider or any Insolvency Officer acting on behalf of either you or any Credit Support Provider disaffirms, disclaims or repudiates any obligation under or in connection with this Customer Agreement, any Transaction or, where applicable, any related Credit Support Document;
- (k) any charge, security interest or lien created, purported to be created or otherwise contemplated by this Customer Agreement fails or ceases to be effective as such charge, security interest or lien to secure the performance of the Secured Obligations and otherwise for our benefit;
- (l) any Credit Support Document expires or ceases to be in full force and effect, unless otherwise agreed by us in a formal writing; or
- (m) any actual or potential default, event of default, termination or similar event (however described) occurs in relation to you or, where applicable, any Credit Support Provider under any other agreement or instrument between us or issued or delivered to us;

then, in each such case, we may (but we will not be obliged to) exercise any or all of our rights and remedies set out in clause 22.2.

- 22.2 Upon occurrence of an Event of Default we may by notice specify a date for the termination of any or all outstanding Transactions, except that the occurrence of an Event of Default of a type specified in subparagraph (f), (h), (i) or (j) of clause 22.1 will result in the automatic termination of all outstanding Transactions. If any or all outstanding Transactions are terminated pursuant to the preceding sentences, we will be entitled, without prior notice to you and without limitation of any other rights or remedies we may have under this Customer Agreement or otherwise, to take any or all of the following actions:



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- (a) instead of returning to you assets equivalent to those credited to your Account, to pay to you the fair market value of such assets at the time such termination is effective;
  - (b) to sell or otherwise liquidate , or to cause to be sold or otherwise liquidated, any or all of your Securities or Collateral (whether or not constituting Margin) in our possession or in the possession of any nominee or third party appointed under or in connection with this Customer Agreement, in each case as we may in our sole and absolute discretion select and at such price or prices, at such time or times and in such manner as we in our sole and absolute discretion think fit (without being responsible for any diminution in price or other loss), in order to realise funds sufficient to cover any amount due by you to us, including any and all costs related to the sale or other liquidation, which will be borne by you;
  - (c) to treat any or all Transactions then outstanding as having been repudiated by you, to close out, replace or reverse any or all such Transactions, to buy, sell, borrow or lend any Reference Asset, to enter into any other Transaction or to take, or refrain from taking, such other action, all at such price or prices, at such time or times and in such manner as we in our sole and absolute discretion consider necessary or appropriate to cover, reduce or eliminate our actual or potential loss or liability under or related to any of your contracts, positions or commitments;
  - (d) to make a claim under, enforce, or exercise any other right or remedy under or in connection with, any Credit Support Document;
  - (e) to enforce any charge, security interest or lien created or otherwise contemplated by this Customer Agreement or to exercise our right of set-off provided in this Customer Agreement or any other right of set-off or similar right we may have, whether as a matter of contract, under common law, or otherwise; or
  - (f) to close any or all of your Accounts.
- 22.3 We will not lose any of our rights or remedies under or referenced in this clause 22 by reason of any failure or delay on our part in exercising them, and no such failure or delay will constitute a waiver of any such right or remedy. Under no circumstances will we be under any obligation to exercise any such right or remedy or, if we do exercise any such right or remedy, to do so at a time or in a manner that takes into account your interests or is otherwise beneficial to you.
- 22.4 Any action taken or not taken by us in connection with or pursuant to any Transaction at any time after the occurrence of any Event of Default (whether or not we have knowledge of such event) will be entirely without prejudice to our right to take or not take any similar action or to refuse to take any further action at any time thereafter, and does not in any circumstances constitute as a waiver of that right or any other rights or remedies of ours should any such Event of Default have occurred.
- 22.5 You agree to give us notice of any event of a type specified in clause 22.1 immediately upon becoming aware of its occurrence.
- 22.6 Notwithstanding anything in this Customer Agreement to the contrary, we will not be obliged to make any payment or delivery otherwise required to be made by us to you pursuant to or in connection with this Customer Agreement or any Transaction for as long as an Event of Default has occurred and is continuing.
- 22.7 Without limiting the generality of the foregoing provisions of this clause 22, FOREX.com UK will have the power in respect of any Collateral (other than in the form of cash) provided to us to secure your obligations and liabilities to FOREX.com UK under this Customer Agreement immediately and without prior notice to you, and without limiting our rights and remedies under any separate Collateral agreement or Credit Support Document or otherwise, to:



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- (a) exchange all or any part of any Collateral into another form of Collateral acceptable to us as Collateral and/or into such currencies as we decide;
  - (b) sell or realise value from or exercise any right attaching to any Collateral as we may think fit and treat money as it were the proceeds of a sale or disposal;
  - (c) enter into such contracts as we see fit in order to hedge, preserve, enhance or stabilise the relative value of any Collateral;
  - (d) apply all or any part of any cash assets in your Account or proceeds of realisation of Collateral to paying the costs of realisation as well as towards restoring the Collateral to the level we require or toward your Secured Obligations and pay any balance to you or other persons entitled to it;
  - (e) appoint a receiver and collect and receive all interest, dividends, other distribution, proceeds of repayment or redemption and other payments and receipts of, on or in respect of any or all of your assets; and
  - (f) generally exercise all rights and remedies of secured creditors under applicable law.
- 22.8 If at the time we exercise our rights any of your Secured Obligations are contingent in nature, then we may if we so decide convert a contingent obligation into a cash equivalent obligation and/or apply any Collateral and/or the proceeds realised from any Collateral as we consider necessary in our sole opinion to provide for the discharge or settlement of the Secured Obligations.
- 22.9 These terms apply whether or not you enter into, or have entered into, a separate Collateral agreement with us.
- 22.10 Statutory restrictions on the exercise by us of our power of sale over Collateral will not apply. You are not entitled to release our security interest over an item of Collateral by repaying an amount while leaving other items of collateral subject to our security interest. We retain our security interest over all Collateral until all Secured Obligations have been discharged or settled to our satisfaction.
- 22.11 Our rights and remedies under or referenced in this clause 22 will be in addition to any other rights or remedies we may have, whether as a matter of contract, under common law, or otherwise.

## 23. **TERMINATION**

- 23.1 You may terminate this Customer Agreement at any time by giving at least 3 Business Days' prior written notice to us.
- 23.2 We may terminate this Customer Agreement at any time by giving at least 10 Business Days' prior written notice to you, except that we may terminate this Customer Agreement immediately if you fail to observe or perform any provision of this Customer Agreement, upon the occurrence of any Event of Default, or at any time at which you have no open Transactions in your Account.
- 23.3 Termination will be without prejudice to accrued rights and remedies and the existence and enforceability of any open Transaction, which will remain open until closed in accordance with this Customer Agreement.
- 23.4 At any time after termination of this Customer Agreement, we may, without notice, close out any of your open Transactions.
- 23.5 Upon termination of this Customer Agreement, any and all amounts payable by you to us will become immediately due and payable, including:



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- (a) all outstanding Commissions, fees and other charges;
- (b) any losses incurred by us as a result of or in connection with such termination; and
- (c) any losses and expenses realised in closing out any Transactions or settling or concluding outstanding obligations incurred by us on your behalf.

23.6 Any and all provisions that by their terms or nature are intended to apply after termination of this Customer Agreement will survive such termination, and each Transaction that is open at the time of termination will continue to be governed by this Customer Agreement and any additional understandings or agreements between us in relation to such Transaction, in each case until any and all obligations in respect of such Transactions have been fully performed.

## 24. MANIFEST ERRORS

24.1 A “Manifest Error” means a manifest or obvious misquote by us, or any Market, Liquidity Provider or official price source on which we have relied in connection with any Transaction, having regard to the current market conditions at the time an Order is placed as we may reasonably determine. When determining whether a situation amounts to a Manifest Error, we may take into account any information in our possession, including information concerning all relevant market conditions and any error in, or lack of clarity of, any information source or announcement. We will, when making a determination as to whether a situation amounts to a Manifest Error, act fairly towards you but the fact that you may have entered into, or refrained from entering into, a corresponding financial commitment, contract or Transaction in reliance on an Order placed with us (or that you have suffered or may suffer any loss) will not be taken into account by us in determining whether there has been a Manifest Error.

24.2 In respect of any Manifest Error, we may (but will not be obliged to):

- (a) amend the details of each affected Transaction to reflect what we may reasonably determine to be the correct or fair terms of such Transaction absent such Manifest Error; or
- (b) declare any or all affected Transactions void, in which case all such Transactions will be deemed not to have been entered into.

24.3 We will not be liable to you for any loss (including any loss of profits, income, or opportunity) you or any other person may suffer or incur as a result of or in connection with any Manifest Error (including any Manifest Error by us) or our decision to maintain, amend or declare void any affected Transaction, except to the extent that such Manifest Error resulted from our own willful default or fraud, as determined by a competent court in a final, non-appealable judgment.

## 25. EXCLUSIONS, LIMITATIONS AND INDEMNITY

25.1 **General.** Nothing in this Customer Agreement will exclude or restrict any duty or liability owed by us to you under Applicable Regulations.

25.2 **General exclusion.** Notwithstanding anything in this Customer Agreement (other than clause 25.1) to the contrary, neither we nor any of our Affiliates nor any of our or their directors, officers, employees or agents (collectively, “Protected Persons”), will be liable for any Loss (including any incidental, indirect or consequential Loss), whether arising out of negligence, breach of contract, misrepresentation or otherwise, incurred or suffered by you or any other person under or in connection with this Customer Agreement, any Transaction or any of our dealings with you (including any Order in respect of a Transaction not accepted by us), and irrespective of whether or not you or any other person have been informed of the possibility of such Loss, in each case except to the extent that such Loss arises directly from our own willful default or



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fraud, as determined by a competent court in a final, non-appealable judgment. Without limiting the generality of the foregoing, under no circumstances will any liability we may have to you extend to any loss of profits, loss of goodwill, loss of business opportunity or reputational damage. The foregoing will not, however, limit our liability for death or personal injury resulting from our negligence.

- 25.3 If at any time you are unable, for whatever reason, to communicate with us, we do not receive any communication sent by you, or you do not receive any communication sent by us under this Agreement, we will not:
- (a) be responsible for any loss, damage or cost caused to you by any act, error delay or omission resulting therefrom where such loss, damage or cost is a result of your inability to open a Transaction; and
  - (b) except where your inability to communicate with us results from our fraud, willful default or negligence, be responsible for any loss, damage or cost caused to you by any act, error, omission or delay resulting therefrom including without limitation, where such loss, damage or cost is a result of your inability to close a Transaction.
- 25.4 Access to the Trading Systems is provided “as is”. FOREX.com UK makes no warranties (express or implied), representations, or guarantees as to merchantability, fitness for any particular purpose or otherwise with respect to the Trading Systems, their content, any documentation or any hardware or software provided by FOREX.com UK. Technical difficulties could be encountered in connection with the Trading Systems. These difficulties could involve, among others, failures, delays, malfunction, software erosion or hardware damage, which difficulties could be the result of hardware, software or communication link inadequacies or other causes. Such difficulties could lead to possible economic and/or data loss. In no event will Forex.com UK or its affiliates or any of their employees be liable for any possible loss (including loss of profit or revenue whether direct or indirect), cost or damage including, without limitation, consequential, unforeseeable, or special damages or expense which might occur as a result of or arising out of using, accessing, installing, maintaining, modifying, deactivating or attempting to access the Trading Systems or otherwise. FOREX.com UK further reserves the right, in its reasonable discretion to unwind an executed Transaction or adjust the price of executed Transactions (including Transactions that have been confirmed or settled) to a fair market price if the Transaction was mispriced because of technical difficulties with the Trading Systems.
- 25.5 Internet, connectivity delays, and price feed errors sometimes create a situation where the price displayed on the Trading Systems do not accurately reflect the market rates. The concept of arbitrage and “scalping”, or taking advantage of these internet delays, cannot exist in an over-the-counter market where the client is buying or selling directly from the market maker. FOREX.com UK does not permit the practice of arbitrage on the Trading Systems. Transactions that rely on price latency arbitrage opportunities may be revoked. FOREX.com UK reserves the right to make the necessary corrections or adjustments on the Account involved. Accounts that rely on arbitrage strategies may at FOREX.com UK’s sole discretion be subject to FOREX.com UK’s intervention and FOREX.com UK’s approval of any Orders.
- 25.6 FOREX.com UK shall have no obligation to contact you to advise upon appropriate action when there are changes in market conditions.
- 25.7 You agree to indemnify (fully compensate or reimburse) us and hold harmless FOREX.com UK, its Affiliates and any of their directors, officers, employees and agents from and against any and all liabilities, losses, damages, costs and expenses, including legal fees incurred as a result of your breach of this Agreement or in connection with the provision of the services under this Customer Agreement to you provided that any such liabilities, losses, damages, costs and expenses have not arisen as a result of our negligence, fraud or willful default.



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- 25.8 **Trading losses.** For the avoidance of doubt, in no circumstances will we or any other Protected Person be liable or responsible to you for any losses you may incur or suffer as a result of entering into Transactions.
- 25.9 **Tax implications.** Without prejudice to any other disclaimer or limitation of liability contained in this Customer Agreement, neither we nor any other Protected Person will have any liability or responsibility for any adverse tax implications of any Transaction.
- 25.10 **Changes in the market.** Without prejudice to any other disclaimer or limitation of liability contained in this Customer Agreement, neither we nor any other Protected Person will have any liability or responsibility by reason of any delay in accepting any Order placed by you or executing any Transaction or any change in market conditions.
- 25.11 **Force Majeure.** We may, in our reasonable opinion, determine that an emergency or an exceptional market condition exists (a “Force Majeure Event”), in which case we will, in due course, inform the appropriate regulatory authority and take reasonable steps to inform you. A Force Majeure Event will include, but is not limited to, the following:
- (a) any act, event or occurrence (including without limitation any act of God, strike, riot or civil commotion, act or terrorism, war, industrial action, acts and regulations of any governmental or supra national bodies or authorities) that, in our opinion, prevents us from maintaining an orderly market in one or more of the Financial Instruments in respect of which we ordinarily deal in Transactions;
  - (b) the suspension or closure of any market or the abandonment or failure of any event on which we base, or to which we in any way relate, our quote, or the imposition of limits or special or unusual terms on the trading in any such market or on any such event;
  - (c) the occurrence of an excessive movement in the level of any Transaction and/or the market of an Reference Assets or our anticipation (acting reasonably) of the occurrence of such a movement;
  - (d) any breakdown or failure of transmission, communication or computer facilities, interruption of power supply, or electronic or communications equipment failure;
  - (e) failure of any relevant supplier, intermediate broker, agent or principal of ours, custodian, sub-custodian, dealer exchange, clearing house or regulatory or self-regulatory organization, for any reason, to perform its obligations.
- 25.12 If we determine that a Force Majeure exists, we may, at our absolute discretion, without notice and at any time, take one or more of the following steps:
- (a) increase your Margin requirements;
  - (b) close all or any of your open Transactions at such price as we reasonably believe to be appropriate;
  - (c) suspend or modify the application of all or any of the Sections of this Agreement to the extent that the Force Majeure Event makes it impossible or impracticable for us to comply with the Section or Sections in question; or
  - (d) alter the Last Dealing Time for a particular Transaction.
- 25.13 **Indemnity.** Without prejudice to our rights under clauses 25.2 and 25.3, you will pay to us such sums as we may from time to time require in any of your Accounts with us and, on a full indemnity basis (that is,



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fully reimburse or fully compensate), any Losses, taxes, imposts and levies which we or any other Protected Person may incur or suffer in connection with or related to any of your Accounts or any Transaction or any matching Transaction on a Market or with an intermediate broker or as a result of any misrepresentation by you or any violation by you of any of your obligations under this Customer Agreement (including in connection with any Transaction) or the enforcement of any of our rights or remedies under or in connection with this Customer Agreement or any Transaction.

- 25.14 **Claims from your customers.** To the extent that you place any Order or enter into any Transaction for the account of any customer of yours, you will indemnify (fully compensate or reimburse us) and, protect and hold us and all other Protected Persons harmless from and against any and all Losses resulting from or arising out of any claims made by any customer of yours against us or any other Protected Person.

## 26. MISCELLANEOUS

- 26.1 **Notices generally.** Unless otherwise agreed or provided in this Customer Agreement, all notices, instructions and other communications sent or given by us to you under or in connection with this Customer Agreement or any Transaction may be verbal or in writing and may be sent or given to your last known home address, place of work, telephone number (including by leaving messages on a telephone answering machine or voice mail system), fax number, e-mail address or other contact details. All notices, instructions and other communications sent or given by you to FOREX.com UK under or in connection with this Customer Agreement or any Transaction must be sent or given in writing to our address specified on the cover page of this Customer Agreement (or any other address subsequently notified to you for such purpose), addressed to the attention of our Compliance Department.

- 26.2 **Receipt of notices.** Any notice, instruction or other communication sent or given by us will be deemed to have been duly sent or given upon the earlier of (i) actual receipt by you or (ii) the time specified below, as applicable:

- (a) if delivered in person, when left at your last known home or work address;
- (b) if sent or given by leaving a message on a telephone answering machine message or voice mail system, one hour after the message was so left;
- (c) if sent or given by first class post or overnight courier, in the ordinary course of the post or such overnight courier and in any event on the next day (or the third day in the case of international air mail) after posting (excluding Sundays and public holidays); and
- (d) if sent or given by e-mail, one hour after sending, provided no “not sent” or “not received” message is received from the relevant e-mail provider.

Any notice, instruction or other communication sent or given by you will be deemed to have been duly sent or given upon actual receipt by us.

- 26.3 **Intellectual Property and Confidentiality.** All copyright, trademark, trade secret and other intellectual property rights in the Trading Systems shall remain at all times the sole and exclusive property of FOREX.com UK and/or its third party service providers and you shall have no right or interest in the Trading Systems except for the right to access and use the Trading Systems as specified herein. You acknowledge that the Trading Systems are confidential and have been developed through the expenditure of substantial skill, time, effort and money. You will protect the confidentiality of FOREX.com UK and/or its third party service providers by allowing access to the Trading Systems only by its employees and agents on a need to access basis. You will not publish, distribute, or otherwise make information available to third parties any information derived from or relating to the Trading Systems. You will not copy,



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modify, de-compile, reverse engineer, and make derivative works of the Trading Systems or in the manner in which it operates

- 26.4 **Joint Accounts and/or Trust Accounts.** If more than one natural person executes this Agreement, all such natural persons agree to be jointly and severally liable for the obligations assumed in this Agreement. If this Agreement is executed by a trust, unincorporated association, partnership, custodian or other fiduciary, such customer agrees to indemnify, defend, save and hold free and harmless FOREX.com UK for any liabilities, claims, losses, damages costs and expenses, including attorneys' fees, resulting directly or indirectly from breach of any fiduciary or similar duty or obligation or any allegation thereof, including attorneys' fees.
- 26.5 **Electronic communications.** Subject to Applicable Regulations, any communications between us using electronic signatures will be binding to the same extent as if they were in writing. By signing the Customer Account Application you give your consent to the receipt of communications by electronic means, notwithstanding that certain communications would otherwise be required to be made using a durable medium under Applicable Regulations. Without limiting the generality of the foregoing, Orders placed or other instructions given by electronic means will constitute evidence of such Orders or instructions. If you no longer wish to communicate in this way, you must revoke your consent in writing in accordance with clause 26.1. If you do not wish to communicate via electronic means at all, you must inform us of your wishes prior to you signing the Customer Account Application.
- 26.6 **Change of address.** You agree to immediately notify us in writing of any change of your address or other contact details, such notification to be given in accordance with clause 26.1.
- 26.7 **Third party rights.** A person who is not a party to this Customer Agreement has no rights under the Contracts (Rights of Third Parties) Act 1999 to enforce any terms of this Customer Agreement.
- 26.8 **Assignment.** This Customer Agreement is for the benefit of and binding upon both of us and our respective successors and permitted assigns. You may not and will not assign, charge or otherwise transfer, or purport to assign, charge or otherwise transfer, this Customer Agreement, any rights or obligations hereunder or any interest herein (including any indirect, beneficial, synthetic or economic interest), in each case without FOREX.com UK's prior written consent (which may be withheld or delayed in the sole and absolute discretion of FOREX.com UK), and any attempted or purported assignment, charge or transfer in violation of this sentence will be void. No assignment, charge or transfer by you will relieve you of any of your obligations or liabilities hereunder. We may transfer this Customer Agreement or any rights or obligations hereunder to any of our Affiliates or to any third party which acquires the business of FOREX.com UK, without your consent.
- 26.9 **Rights and remedies.** The rights and remedies provided or referenced in this Customer Agreement are cumulative and not exclusive of any other rights or remedies we may have, whether as a matter of contract, under common law, or otherwise. We will be under no obligation to exercise any right or remedy at all or in a manner or at a time or in a manner that takes into account your interests or is otherwise beneficial to you. No failure or delay by us in exercising any of our rights or remedies under or in connection with this Customer Agreement or any Transaction will operate as a waiver of those or any other rights or remedies. No single or partial exercise of a right or remedy will prevent further exercise of that right or remedy or the exercise of another right or remedy.
- 26.10 **Partial invalidity.** If, at any time, any provision of this Customer Agreement is or becomes illegal, invalid or unenforceable in any respect under the law of any jurisdiction, neither the legality, validity or enforceability of the remaining provisions of this Customer Agreement nor the legality, validity or enforceability of such provision under the law of any other jurisdiction will in any way be affected or impaired.



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- 26.11 **Entire Customer Agreement.** This Customer Agreement together with the schedules attached constitutes the entire agreement between the parties with respect to the subject matter of this Customer Agreement and supersedes all prior or contemporaneous oral or written communications, proposals, agreements and representations with respect to such subject matter.
- 26.12 **Recording of calls.** We may record telephone conversations between us without use of a warning tone, including for the purpose of ensuring that the material terms of each Transaction and any other material information are promptly and accurately recorded. Such records will be our sole property and accepted by you as evidence of Orders placed or other instructions given.
- 26.13 **Our records.** Our records will be evidence of your dealings with us in connection with our services. You will not object to the admission of our records as evidence in any Proceeding because such records are not originals, are not in writing or are documents produced by a computer. You will not rely on us to comply with any of your recordkeeping obligations, notwithstanding the fact that records may be made available to you on request in our sole and absolute discretion.
- 26.14 **Your records.** You agree to keep adequate records in accordance with Applicable Regulations to demonstrate the nature of Orders submitted and the time at which such Orders are submitted.
- 26.15 **Co-operation for Proceedings.** You agree to co-operate with us to the full extent possible in the defence or prosecution of any Proceeding.
- 26.16 **Complaints.** If you have any complaint about FOREX.com UK's performance under this Customer Agreement, you should direct that complaint to our Compliance Officer, who will investigate the nature of the complaint in accordance with FOREX.com UK's complaints handling procedure to try to resolve it. A copy of FOREX.com UK's complaints handling procedure is available on request. You may be eligible to refer a complaint about FOREX.com UK's performance under this Customer Agreement to the Financial Ombudsman Service ("FOS") [Retail clients only]. Information and rules relating to the FOS can be accessed on [www.financialombudsman.org.uk](http://www.financialombudsman.org.uk).
- 26.17 **Investor protection scheme.** We are a member of the Financial Services Compensation Scheme (the "Scheme") in the United Kingdom. The Scheme is only available to certain types of claimants and claims. Payments to eligible claimants under the Scheme will vary depending on the type of protected claim the claimant holds with respect to the relevant institution. Payments under the Scheme in respect of investments are subject to a maximum payment to any eligible investor of GBP 48,000, made up of 100% of the first GBP 30,000 and 90% of the next GBP 20,000. Further details of the Scheme are available on request or at the Scheme's official website at [www.fscs.org.uk](http://www.fscs.org.uk).

## 27. DATA PROTECTION AND DISCLOSURE OF INFORMATION

- 27.1 By opening an Account with us and by placing Orders and entering into Transactions, you acknowledge that you will be providing personal information (possibly including sensitive data) within the meaning of the Data Protection Act 1998 to us, and you consent to the processing of that information by us for the purposes of performing our obligations under this Customer Agreement and administering the relationship between you and us, including the disclosure of the information to Affiliates both within and outside the European Union and/or European Economic Area.
- 27.2 Data may be transferred to, and stored and processed in countries which do not offer "adequate protection" for the purposes of Directives of the European Union for any purpose related to the operation of your Account. Such purposes include the processing of instructions and generation of confirmations, the operation of control systems; the operation of management information systems and allowing staff of any of our Affiliates who share responsibility for managing your relationship from other offices to view information about you.



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- 27.3 We have security procedures covering the storage and disclosure of your personal information to prevent unauthorised access and to comply with our legal obligations.
- 27.4 You are entitled to ask us for details of the personal information that we hold about you, the purposes for which they are being or are to be processed, and the recipients or classes of recipients to whom such information is or may be disclosed. If you would like to obtain any such information, please contact us. We may charge a fee (details of which are available upon request) for providing this information to you. If you make a written request to us, we will also correct, delete and/or block personal information from further processing if that information proves to be inaccurate.
- 27.5 We shall be entitled to disclose information concerning you or your Account (including without limitation information concerning late payment) to any regulator of your business or, to your employer (including the employer's Compliance Officer) if it is authorised or exempt under the Act (or any successor legislation or equivalent legislation or regulations in a foreign jurisdiction) or to any other person we accept as seeking a reference or credit reference in good faith.

## 28. DISPUTE RESOLUTION

- 28.1 **Governing law.** A Transaction which is subject to the Rules of a Market shall be governed by the law applicable to it under those Rules. Subject to the immediately preceding sentence, this Customer Agreement and all Transactions will be governed by and construed in accordance with English law.
- 28.2 **Jurisdiction.** Without prejudice to any rights you may have to refer a complaint to the FOS, as further set out in clause 26.16 of this Customer Agreement, each of the parties irrevocably:
- (a) agrees that the courts of England will have jurisdiction to settle any Proceedings and submits to the jurisdiction of such courts (provided that this will not prevent us from bringing any proceedings against you in the courts of any other jurisdiction); and
  - (b) waives any objection which it may have at any time to the laying of venue in respect of any Proceeding brought in any such court and agrees not to claim that such Proceeding has been brought in an inconvenient forum or that such court does not have jurisdiction over it.

## Schedule 1 – Definitions

1. In this agreement the following words and phrases have the following meanings:

Account	means any account of yours opened with us for the purposes of executing Transactions with us in foreign exchange, Commodities, CFDs or other Financial Instruments;
Account Base Currency	has the meaning set out in clause 15.4;
Act	means the UK Financial Services and Markets Act 2000;
Affiliate	of any person means any other person directly or indirectly controlling or controlled by, or under direct or indirect common control with, such person. For purposes of this definition, "control" when used with respect to any person means the power to direct the management and policies of such person, directly or indirectly, whether through the ownership of voting securities or otherwise, and the terms "controlling" and "controlled" have meanings correlative to the foregoing;



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Applicable Regulations	means the FSA Rules or any other rules of a relevant regulatory authority or any other Rules of a relevant Market and all other applicable laws, rules and regulations as in force from time to time;
Business Day	means a day (other than a Saturday or Sunday) on which banks generally are open for business in London;
CFD	means a contract for differences within the meaning of Article 85(1) of the Financial Services and Markets Act 2000 (Regulated Activities) Order 2001;
Closing Date	means the date on which the close-out of an open Transaction is effective;
Commission	means the commission, charges or other remuneration in connection with a Transaction as disclosed and as notified to you from time to time;
Commodity CFD Contact	means a CFD where the underlying Reference Asset is a Commodity;
Commodity	means a commodity offered for trading by FOREX.com UK;
Contract Quantity	means the number or volume of Reference Asset units to which a Transaction relates;
Credit Support Document	means any guarantee, hypothecation agreement, margin or security agreement or document, or any other document creating or evidencing an obligation on the part of another person, in our favour in respect of any of your obligations under or in connection with this Customer Agreement or any Transaction;
Credit Support Provider	means any person who has entered into a Credit Support Document;
Currency	will be construed so as to include any unit of account;
Current Contract Value	means the Reference Asset Price per unit multiplied by the Contract Quantity from time to time;
Customer Account Application	means the application and other forms supplied by FOREX.com UK to open your Account;
Elective Professional Client	has the meaning set out in the FSA Rules effective from 1 November 2007;
Eligible Counterparty	has the meaning set out in the FSA Rules effective from 1 November 2007;
Event of Default	means any of the events of default as listed in paragraphs (a) to (m) of clause 22.1;
Exceptional Market Event	the suspension, closure, liquidation, imposition of limits, special, or unusual terms, excessive movement, volatility or loss of liquidity in any relevant Market or Reference Asset, or where FOREX.com UK reasonably anticipates any of the above circumstances are about to occur;
Expiry Date	means the expiry date and time of an open Transaction as determined by FOREX.com UK;
Expiry Transaction	means a Transaction which had a set contract period at the end of which the Expiry Transaction expires automatically;



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Financial Instrument	means an investment of the type set out within Articles 76 to 80 or 83 to 85 of the Financial Services and Markets Act 2000 (Regulated Activities) Order 2001 including a rolling spot forex contract;
Force Majeure Event	has the meaning set out in clause 25.10;
FSA	means the Financial Services Authority or any successor organisation or authority for the time being responsible for the regulation of investment business in the UK;
FSA Rules	means the Rules of the FSA as in force from time to time;
Hedging Disruption	means circumstances where FOREX.com UK is unable, after using commercially reasonable (but no greater) efforts, to (i) acquire, establish, re-establish, substitute, maintain, unwind, or dispose of any transaction or asset it deems necessary to hedge any risk related to or in connection with the relevant Transaction or (ii) realise, recover or remit the proceeds of any such transaction or asset;
Initial Margin	has the meaning set out in clause 17.1;
Insolvency Law	means, with respect to any person, any bankruptcy, insolvency, regulatory, supervisory or similar law (including any corporate or other law with potential application in the event of insolvency) applicable to such person;
Insolvency Officer	means any trustee, receiver, liquidator, conservator, administrator, insolvency officer or other similar official appointed pursuant to an Insolvency Law;
Last Dealing Time	means the last day and (as the context requires) time before which a Transaction may be dealt in, as notified to you, or otherwise the last day and (as the context requires) time on which a Reference Asset may be dealt in on the relevant Market;
Liquidity Provider	means a bank or other financial institution that provides executable bid and offer prices in respect of the relevant Reference Assets on a continuous or regular basis;
Loss	means any loss, cost, claim, damages (whether compensatory, exemplary or punitive) or expenses, including fees and expenses of legal counsel;
Margin	means Initial Margin and Variation Margin;
Margin Call	means a demand for such cash amounts or other assets by way of Margin as FOREX.com UK may require for the purpose of protecting itself against loss or risk of loss on present, future or contemplated Transactions under this Customer Agreement;
Market	means any market or multilateral trading facility subject to government or state regulation with established trading rules and trading hours including a Regulated Market and a Multilateral Trading Facility (MTF) as defined in Article 4 of the Markets in Financial Instruments Directive 2004/39/EC;
Market Abuse	has the meaning set out in the Act;
Multilateral Trading Facility	has the meaning set out in the FSA Rules;
Opening Contract Value	means in respect of any Transaction, the Contract Quantity multiplied by the Opening Price;
Opening Price	means in respect of any Transaction, the price of the Reference Asset specified in



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an Order acceptance of which gives rise to that Transaction;

Order	means a request to open or close a Transaction at a price quoted by FOREX.com UK as appropriate;
Proceedings	means any suit, action or proceeding under or in connection with this Customer Agreement or any Transaction, or arising out of any act or omission required or permitted under or in connection with this Customer Agreement or any Transaction, in each case whether brought or commenced by either party or a third party;
Professional Client	has the meaning set out in the FSA Rules effective from 1 November 2007;
Protected Person	has the meaning set out in clause 25.2;
Reference Asset	means property of any description or an index or other factor designated in a CFD to which reference is made to fluctuations in the value or price for the purpose of determining profits or losses under the CFD;
Regulated Market	has the meaning set out in the FSA Rules;
Related Party	has the meaning set out in the FSA Rules;
Retail Client	has the meaning set out in the FSA Rules effective from 1 November 2007;
Risk Notice	means the General Risk Disclosure Notice provided at Schedule 2;
Rolling Spot Forex Contract	means either of the following: (a) a future, other than a future traded or expressed to be as traded on market, where the property to be sold under the contract is foreign exchange or sterling; or (b) a CFD where the profit is to be secured or loss avoided by reference to fluctuations in foreign exchange and; in either case where the contract is entered into for the purposes of speculation;
Rules	means articles, rules, regulations, procedures and customs, as in force from time to time;
Scheme	has the meaning set out in clause 26.17;
Secured Obligation Security	has the meaning set out in clause 8.1; means investments of the type set out within Articles 76 to 80 of the Financial Services and Markets Act 2000 (Regulated Activities) Order 2001;
Spread	means the difference between the lower and higher figures of a quoted two-way price for a Financial Instrument;
Trading Policies and Procedures	means the trading policies and procedures found on [ <a href="http://www.forex.com/uk/forex_trading_handbook.html">http://www.forex.com/uk/forex_trading_handbook.html</a> ]
Trading Systems	means the FOREX.com UK Online Trading System or the MetaTrader Online Trading System or any other electronic trading system through which a client may electronically send to FOREX.com UK information including prices, bids, offers and executions, as such system may exist from time to time, including without limitation, any hardware, software and/or communications link furnished by FOREX.com UK from time to time.



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Transaction	means a transaction in a CFD or Rolling Spot Forex Contract or any other contractual arrangement entered into between you and us including any transaction liable to Margin, unless otherwise stated;
Value Date	the day that a currency, Commodity or other product would be physically delivered (or payable) if FOREX.com UK did not automatically roll over client positions at the end of each Business Day;
Variation Margin	has the meaning set out in clause 17.1;

## Schedule 2 – Complex Products – General Risk Disclosure Notice

This notice is provided to you in compliance with FSA Rules. This notice does not disclose all of the risks and other significant aspects of derivatives products such as futures and options. **You should not deal in derivatives unless you understand the nature of the contract you are entering into and the extent of your exposure to risk. You should also be satisfied that the contract is suitable for you in the light of your circumstances and financial position.**

Certain strategies, such as “spread” position or a “straddle”, may be as risky as a simple “long” or “short” position. Whilst derivatives instruments can be utilised for the management of risk, some investments are unsuitable for many investors. Different instruments involve different levels of exposure to risk, and in deciding whether to trade in such instruments you should be aware of the following points:

- (a) **Contracts for Difference** can be likened to futures which can be entered into in relation to Commodities or the FTSE-100 index or any other index or share, as well as Currency. However unlike other futures and options, these contracts can only be settled in cash. Investing in a CFD carries risks similar to investing in a future or an option and you should be aware of these. Transactions in CFDs may also involve a contingent liability and you should be aware of the implications of this as set out in paragraph (i) below.
- (b) **Investing in rolling forex or currency options** carries similar risks as investing in a future and you should be aware of these. Transactions in rolling forex or currency options may also have a contingent liability and you should be aware of the implications of this as set out in paragraph (d) below. In addition to standard industry disclosures contained in this Customer Agreement, you should be aware that **marginised currency trading is one of the riskiest forms of investment available in the financial markets and is only suitable for sophisticated individuals and institutions. Given the possibility of losing an entire investment, speculation in the foreign exchange market should only be conducted with risk capital funds that if lost will not significantly affect your personal or institution's financial wellbeing.**

If you have pursued only conservative forms of investment in the past, you may wish to study currency trading further before continuing an investment of this nature. **You must also realize that the limited risk in buying options means you could lose the entire option investment should the option expire worthless.** If you wish to continue with your investment, you acknowledge that the funds you have committed are purely risk capital and loss of your investment will not jeopardize your style of living nor will it detract from your future retirement program. Additionally, you fully understand the nature and risks of currency investments, and your obligations to others will not be neglected should you suffer investment losses.

- (c) **Foreign markets.** Foreign markets involve different risks from UK markets. In some cases risks will be greater. The potential for profit or loss from transactions on foreign markets or in foreign currency will be affected by fluctuations in foreign exchange rates. Such enhanced risks include the risks of political or economic policy changes in a foreign media, which may substantially and permanently alter the conditions terms, marketability or price of a foreign currency.



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- (d) **Risk reducing orders or strategies.** The placing of certain orders (e.g. “stop loss” or “stop limits” orders) that are intended to limit losses to certain amounts may not always be affected because market conditions or technological limitations may make it impossible to execute such orders. Strategies using combinations of positions such as “spread” and “straddle” positions may be just as risky or even riskier than simple “long” or “short” positions.
- (e) **Prices.** The prices quoted may not necessarily reflect the broader market. We will select closing prices to be used in determining Margin requirements and in periodically marking to market the positions in customer accounts. Although we expect that these prices will be reasonably related to those available on what is known as the interbank market, prices we use may vary from those available to banks and other participants in the interbank market. Consequently, we may exercise considerable discretion in setting margin requirements and collecting margin funds.
- (f) **Weekend risk.** Various situations, developments or events may arise over a weekend when currency, Commodity and other markets generally close for trading, that may cause the markets to open at a significantly different price from where they closed on Friday afternoon. Our customers will not be able to use the electronic communication systems to place or change orders over the weekend and at other times when the markets are generally closed. There is a substantial risk that stop-loss orders left to protect open positions held over the weekend will be executed at levels significantly worse than their specified price.
- (g) **Electronic trading.** The use of electronic trading systems and communication networks to facilitate trades. Customers that trade exposes you to risks associated with the system including the failure of hardware and software system or network down timed access or connection failures.
- (h) **Expert Advisor and MetaTrader Hosting Disclaimer of Warranty.** If you should choose to utilize Expert Advisor and MetaTrader Hosting, a hosting environment allowing for real-time access to your FOREX.com UK Trading Account, FOREX.com UK and its third party suppliers make no warranties or representations of any kind, whether expressed or implied for the service it is providing. FOREX.com UK and its third party suppliers also disclaims any warranty of merchantability or fitness for any particular purpose and will not be responsible for any damages that may be suffered by you, including loss of funds, data, non-deliveries or service interruptions by any cause or errors or omissions by you. Your use of any information obtained by way of Expert Advisor Hosting used in conjunction with MetaTrader Hosting is at your own risk, and FOREX.com UK and its third party suppliers specifically denies any responsibility for the accuracy or quality of information obtained through its services. Connection speed represents the speed of an end-to-end connection. FOREX.com UK and its third party suppliers do not represent guarantees of speed or availability of end-to-end connections. FOREX.com UK and its third party suppliers shall not be subject to any damages or liability for any errors, omissions or delays therein including unavailability. The licensed products and all components thereof are provided on an “as is” basis and are separate and distinct from the services provided under this Agreement.
- (i) **Contingent liability transactions,** which are margined, require you to make a series of payments against the purchase price, instead of paying the whole purchase price immediately. You may sustain a total loss of the Margin you deposit with your dealer to establish or maintain a position. If the market moves against you, you may be called upon to pay substantial additional Margin at short notice to maintain the position. If you fail to do so within the time required, your position may be liquidated at a loss and you will be liable for any resulting deficit. Even if the Transaction is not margined, it may still carry an obligation to make further payments in certain circumstances over and above any amount paid when you paid when you entered into the contract. Contingent liability transactions, which are not traded on or under the rules of a recognised or designated investment exchange, may expose you to substantially greater risks.
- (j) **Collateral.** If you deposit collateral as security, you should ascertain how your collateral will be dealt with. Deposited collateral may lose its identity as your property once dealings on your behalf are undertaken. Even if your dealings should ultimately prove profitable, you may not get back the same assets, which you deposited and may have to accept payment in cash.



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- (k) **Commissions.** Before you begin to trade, you should obtain details of all commissions and other charges for which you will be liable. If any charges are not expressed in money terms (but, for example, as a dealing spread), you should obtain a clear written explanation, including appropriate examples, to establish what such charges are likely to mean in specific money terms.
- (l) **Insolvency.** Any insolvency or default may lead to positions being liquidated or closed out without your consent. In certain circumstances, you may not get back the actual assets, which you lodged as collateral and you may have to accept any available payment in cash.

You should only engage in CFD or Rolling Spot Forex trading if you are prepared to accept a high degree of risk and in particular the risks outlined in the Risk Warning Notice. You must be prepared to sustain the total loss of all amounts you may have deposited with your firm as well as any losses, charges (such as interest) and any other amounts (such as costs) we incur in recovering payment from you.

### Schedule 3 –Contracts for Differences - Commodities and Other Reference Assets Supplement

#### 1. SCOPE

- 1.1 This Schedule supplements and amends the Customer Agreement as expressly provided below. Defined terms in the Customer Agreement shall be assigned the same meaning in this Schedule. In the event of any conflict or inconsistency between the Customer Agreement and this Schedule the provisions in this Schedule shall prevail. You acknowledge and agree that, by executing the Customer Account Application, you agree to be bound by the terms of this Schedule.

#### 2. SERVICES

- 2.1 Orders for execution of a CFD Contract, unless otherwise agreed by us, are to be given to us electronically through the FOREX.com UK Online Trading System or Meta Trader Online Trading System to buy at the quoted offer price (“long position”) or sell at the quoted bid price (“short position”) for the relevant Reference Asset.
- 2.2 You acknowledge and agree that unless otherwise agreed in a formal written instrument you will not be entitled to delivery of, or be required to deliver, any Reference Asset nor will you acquire any interest in any Reference Asset.
- 2.3 Any market data specific to CFDs provided by FOREX.com UK or third party service providers and displayed on the FOREX.com UK website or any Trading Systems, is being displayed for informational purposes only. FOREX.com UK does not guarantee the completeness or accuracy of such information, and will not be held liable if any such data or information is inaccurate or incomplete in any respect, and neither FOREX.com UK, nor any third party providers, are responsible or liable for any actions you take or do not take based on such data or information. Such data or information is proprietary to FOREX.com UK and/or any such third party service provider and you are not permitted to retransmit, redistribute, publish, disclose or display in whole or in part such data or information to any third parties except as may be required by any law or regulation.
- 2.4 You acknowledge and agree that FOREX.com UK will have the right to close any Transaction in its sole and absolute discretion without notice if the Reference Asset is a derivative Financial Instrument or Commodity which may settle on expiry by a delivery other than in cash, a reasonable period prior to the



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expiry date as determined in the sole and absolute discretion of FOREX.com UK. FOREX.com UK will not be subject to any obligation to roll over a position in such a derivative Financial Instrument or Commodity.

### 3. ACCEPTANCE OF ORDERS AND OPENING OF CFD CONTRACTS

- 3.1 If an Order has been executed in whole or in part it will not be possible for you to cancel the Order to the extent that the Order has been executed.
- 3.2 We reserve the right to limit the number of open positions you may enter or maintain in your Account. We also reserve the right, in our sole discretion to refuse to accept any Order opening a new position or increasing an open position.

### 4. CLOSING A CFD CONTRACT

- 4.1 To close any CFD Contract in whole or in part you must enter into a second CFD Contract in relation to the same Reference Asset as the first CFD Contract but you must sell if the first CFD Contract was a purchase and you must purchase if the first CFD Contract was a sell. We will treat your Order to open the new position as an instruction to close the existing position to the extent of the size of the new position. If the new position is greater in size than the first position then the first position will be closed in full and a CFD Contract opened in relation to the excess size of the new position.
- 4.2 You acknowledge that Spreads, including market Spreads, can and do widen significantly in some circumstances, that they may not be the same size and that there is no limit on how large they may be. You acknowledge that when you close a Transaction, the Spread may be larger or smaller than the Spread when the Transaction was opened. For Transactions transacted when the Market of any Reference Asset is closed or in respect of which there is no Market for the Reference Asset, the bid and offer price figures that we quote will reflect what we believe the market price in an investment would be at that time. You acknowledge that such figures will be set by us at our reasonable discretion. Our quotation is not guaranteed to be within any specific percentage of the quotation of the Market of the Reference Asset, and the Spread quoted by us will reflect our view of prevailing market conditions. You undertake and agree not to use our bid and offer prices for any purpose other than for your own trading purpose, and you agree not to distribute our bid and offer prices to any other person whether such redistribution be for commercial or other purposes.
- 4.3 In addition to our rights at clause 22 of this Customer Agreement and our rights pursuant to clause 2.3 of this Schedule, we may close any Transaction in our sole discretion at any time without notice in the event that:
  - (a) if it is a 'sell' Transaction, and due to illiquidity in the relevant Reference Asset we are unable to borrow a sufficient number of such Reference Asset to settle any underlying hedge position in respect of the Transaction; or
  - (b) if we are required, at any time, by a lender to return any Reference Asset borrowed by us which relates to a Transaction and we are then unable to maintain a hedge position in respect of that Transaction; or
  - (c) if at any time we are otherwise unable to establish or maintain a hedge position or any other Hedging Disruptions occurs in respect of a Transaction or the continuation of any such hedge or Hedging Disruption is likely, in our reasonable judgment, to become more burdensome to us; or
- 4.4 **Effects of Close-Out.** With respect to any Transaction that is closed out by us pursuant to or as contemplated by the terms of the Customer Agreement:



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- (a) except as may be otherwise specified in this Customer Agreement, the Closing Date will be the date designated by us to you and at a closing price as determined by us;
- (b) no further payments or deliveries are required to be made on or after the Closing Date, except for settlement payments as provided below; and
- (c) any and all amounts payable by either party in settlement of such Transaction are immediately due and payable.

Any and all obligations arising or existing between us as a result of the close-out of one or more Transactions will be satisfied by the net settlement (whether by payment, set-off or otherwise) of all amounts due and payable between us, and the net amount determined to be payable by either party will be immediately due and payable.

## 5. EXPIRY TRANSACTIONS

- 5.1 Unless otherwise informed, if you do not close an Expiry Transaction on or before the Last Dealing Time then, we will close your Expiry Transaction as soon as we have ascertained the price of the Expiry Transaction. The price of the Expiry Transaction will be (a) the last traded price at or prior to the close or the applicable official closing quotation or value in the relevant Reference Asset as reported by the relevant exchange, errors and omissions excluded; plus or, as the case may be, minus (b) any Spread that we apply when such an Expiry Transaction is closed. Details of the Spread that we apply when a particular Expiry Transaction is closed are available on request. You acknowledge that it is your responsibility to make yourself aware of the Last Dealing Time and of any Spread or Commission that we may apply when you close an Expiry Transaction.

## 6. HEDGING DISRUPTION

- 6.1 Notwithstanding anything to the contrary in this Customer Agreement, if we determine that a Hedging Disruption has occurred, or may occur, including a Hedging Disruption which is a result of any actual or imminent delay, disruption, suspension, or reduction in any payment or settlement in respect of any transaction or asset we deem necessary to hedge our Transaction price risk, whether such Hedging Disruption arises directly or indirectly from the failure of a hedging counterparty to perform its obligations or otherwise, then will be liable to us for any increased costs or expenses resulting from such Hedging Disruption (including any costs of unwinding, establishing or re-establishing a hedge) and we may upon notification of such costs to you deduct them from your account or demand payment. If you fail to comply fully and by the required time with the obligation to make payment this will constitute an Event of Default.

## 7. MARKET SUSPENSION AND DELISTING

- 7.1 If at any time trading on a regulated Market is suspended in any Reference Asset which is listed on a Market we shall calculate the value of the CFD with reference to the last traded price before the time of suspension, or a closing price as reasonably determined by FOREX.com UK if no trading in that Reference Asset is undertaken during the Business Day on which a suspension occurs. In the event that the aforesaid suspension continues for five Business Days, we and you may in good faith agree a Closing Date and a value of the CFD. In the absence of such agreement, the CFD shall remain open in accordance with the provisions of this clause until such time as the aforesaid suspension is lifted or the CFD is otherwise closed. During the term of a CFD whose Reference Asset is suspended we have the right to terminate the CFD at our discretion and to amend or vary Margin requirements and Margin rates.
- 7.2 If a Regulated Market (as defined in the FSA's Rules) on which a Reference Asset is principally traded announces that pursuant to the rules of such Market the relevant Reference Asset has ceased (or will cease) to be listed, traded or publicly quoted on the Market for any reason and is not immediately re-listed, re-traded or re-quoted on the Market or quotation system located in the same country as the Market (or where



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the Market is within the European Union, in any Member State of the European Union), or already so issued, quoted or traded the day on which such event occurs, or (if earlier) is announced shall be the Closing Date. The closing price will be such price as notified by us to you.

## Schedule 4 – Order Execution Policy

### **BEST EXECUTION**

We deal with you as principal on our own account however we consider that the prices we quote on our Trading Systems against which you execute transactions with us constitute the provision of a transaction execution service which we undertake on your behalf and upon which you as a Retail Client rely upon. Accordingly, we take all reasonable steps to obtain firm price quotes for execution, as further described below (and subject to Order Execution Risks also noted below), in order to achieve the best possible result for you while taking into account the total consideration payable (excluding our charges), representing the price of the financial instrument and the costs related to execution.

Nevertheless, whenever there is a specific instruction from you we shall execute the order following the specific instruction. Our Order Execution Policy does not, however, guarantee that execution at our quoted prices (after deducting our charges which may be included in the quoted price) will always be executed at a price which is as good as, or better than, one which might have been available elsewhere.

### **EXECUTION COUNTERPARTY & CHARGES**

We will deal with you as principal with your orders being executed with us unless we inform you otherwise. Our charges may be incorporated as a mark-up or mark-down (the difference between the price at which we take a principal position and the transaction execution price with you). We may alternatively agree to charge a commission or a combination of commission and mark-up or mark-down. Our charges are not taken into account in determining best execution prices. Our typical dealing spread together with information about our average speed and rate of transaction execution is published on our website under Pricing and Execution.

### **EXECUTION VENUE**

#### **1. FOREIGN EXCHANGE**

Our price quotes are generally derived from prices provided to us by selected top tier global banks in the wholesale foreign exchange markets which we believe will provide the best available prices to you on a consistent basis.

#### **2. GOLD AND SILVER**

Our price quotes are generally derived from prices provided to us by selected top tier global banks in the wholesale gold and silver markets which we believe will provide the best available prices to you on a consistent basis.

#### **3. OTHER COMMODITY CFDs**

Our price quotes are generally derived from quoted or execution prices from the following derivative exchanges for the following commodities and which we believe will provide the best available prices to you on a consistent basis:

Brent Oil Contracts: ICE Futures Europe  
WTI Oil Contracts: ICE Futures US  
Copper: CME COMEX

#### **4. INDEX CFDs**

Our price quotes are generally derived from quoted or execution prices for the underlying reference assets from the following derivatives exchanges with respect to the following indices which we believe will provide the best available prices to you on a consistent basis.

FTSE 100: Euronext NYSE LIFFE  
CAC 40: Euronext NYSE LIFFE  
DAX 30: Eurex Exchange  
Euro STOXX 50: Eurex Fxchange



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S&P 500: CME Globex  
DOW 30: CME Globex  
NASDAQ100: CME Globex  
Nikkei 225: CME Globex  
ASX SPI 200: Sydney Futures Exchange  
Hang Seng Index: Hong Kong Futures Exchange

#### **CLOSED MARKETS**

**Our foreign exchange services are offered 24 hours daily on Business Days. Full details of trading hours are published on our website. Commodity CFDs and Index CFDs are traded only during the hours when the underlying execution venues identified above are open for trading. Full details of these trading hours are available on our website.**

Gapping, as described below, can occur when an underlying execution venue is closed with the result that on re-opening of the execution venue the price of the underlying commodity or index product (and therefore our derived CFD price) can be markedly different from the closing price, with no opportunity for you to close your trade before the execution venue re-opens.

#### **ORDER EXECUTION RISKS**

##### **1. SLIPPAGE**

We take reasonable steps so that execution of our quoted prices will obtain the best possible result for you at the time the quote is provided however fast moving markets may result in execution of a transaction at a price which has ceased to be the best market price.

##### **2. GAPPING/VOLATILITY**

There may be significant market movement after a news announcement or economic event or between the close and re-opening of a market which will have a significant impact on the execution of a pending order. Clients should be aware of the following risks associated with volatile markets, especially at or near the close of the standard trading session:

- an order may be executed at a substantially different price from the quoted bid or offer, or the last reported trade price at the time of order entry, or an order may be only partially executed or may be executed in several shapes at different prices; and
- opening prices may differ significantly from the previous day's close.

##### **3. TRADING SYSTEM OR INTERNET CONNECTIVITY EXECUTION DELAYS**

Delays in execution beyond our control may occur as a result of technical failures or malfunctions in connection with use of the Trading Systems or internet connectivity or processing speed for which we do not accept responsibility.

#### **NO FIDUCIARY DUTY**

Our best execution commitment does not mean we owe you or assume any fiduciary responsibilities other than those imposed by applicable regulations and agreed in the Customer Agreement.

#### **MONITORING AND REVIEW**

We will monitor the effectiveness of our order execution arrangements and execution policy in order to identify and, where appropriate, correct any deficiencies. We shall notify you of any material changes to our order execution arrangements or execution policy.



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**FOREX.COM UK**

**THIS IS A LEGALLY BINDING CONTRACT.**

**DO NOT SIGN UNTIL YOU HAVE CAREFULLY READ ALL OF THE FOREGOING COMPLETELY AND COMPLETED THE CUSTOMER ACCOUNT APPLICATION.**

I/We understand the nature and risks of Margin Trading via spot forex, metals, commodities, and/or CFDs. I/We confirm that I/we have read, understood and agree to be bound by the Customer Agreement, the Complex Products General Risk Disclosure Notice, Contracts for Differences – Commodities and Other Reference Assets Supplement. Finally, I confirm that I am aged 18 years or over and that the information provided by me in this application is accurate and correct.

I \_\_\_\_\_ [insert applicant full name], agree to the above statements.

I \_\_\_\_\_ [insert joint applicant full name], agree to the above statements.

NAME OF APPLICANT: \_\_\_\_\_

SIGNATURE: \_\_\_\_\_ DATE: \_\_\_\_\_

NAME OF CO-APPLICANT: \_\_\_\_\_

SIGNATURE: \_\_\_\_\_ DATE: \_\_\_\_\_