

1. Introduction

50CoinsCY Ltd (the "Company", "we" or "us") is a Cypriot Investment Firm licensed and regulated by the Cyprus Securities and Exchange Commission ("CySEC") under license number 282/15.

2. Scope

The purpose of this Policy is to define how we set leverage and procedures when our clients trade in Contracts of Differences ("CFDs") or borrow funds to invest in Equity. It explains the key aspects of leverage trading with margin and what leverage levels we make available depending on our clients' knowledge and experience along with regulatory requirements. It also outlines the impact on the margin and clients' accounts where big market movement occur. This Policy applies when the Company executes Retail Clients' orders according to the Regulations, as defined below. It does not apply to Professional or Eligible Counterparties as these are defined under the relevant Regulations.

3. Our Obligations and Commitment

Treating customers fairly is the main priority to our corporate culture and ethos. The Company, as a regulated investment firm, has a duty to act honestly, fairly, professionally and in the best interest of our clients when dealing with them.

In relation to Leverage, we are required:

- a. To set leverage levels that reflect retail clients' knowledge and experience in trading in complex financial instruments like CFDs or leveraged investments. It is given that trading with leverage and margin is a key characteristic of trading in CFDs;
- b. To avoid any aggressive leverage practices towards our retail clients;
- c. Given that, we effectively provide leverage, to have regard to our own risk management appetite and risk bearing capacity and to have in place policies, procedures and practices to manage our (primarily) market risk emanating from such leverage and margin trading by our clients. Following the aforementioned, the Company has a neutral risk appetite. We take into consideration both the leverage provided to our clients and the leverage provided by our execution venues with which we hedge clients' positions along with our available own funds.
- d. To apply regulatory requirements and caps as set out by our supervisory authority, CySEC, or any other supervisory authority in any jurisdiction we offer our services to.

4. Leverage Trading and Margin

Trading on leveraged capital means that clients can trade amounts significantly higher than the funds invested, which only serves as the margin. High leverage can significantly increase the potential return, but it can also significantly increase potential losses.

4.1 Leverage Ratios for Different Asset Classes and Financial Instruments and Different Clients

We enable our clients to trade via our App ,50K, that is available to download from either the Apple or Google Play stores. For retail clients, lower leverage limits apply which cannot exceed the maximum level as depicted in the following table.

It shall be noted that CySEC prescribes maximum default leverage ratio of 1:30 on major FX pairs; however, certain jurisdictions may apply other regulatory caps of leverage ratios based on their national product intervention measures.

We reserve the right to change leverage ratios in financial instruments that may be the subject of actual or anticipated corporate actions, with or without notice to the clients, in order to address likely market and financial instrument volatility. Whenever possible, we might give 3 business days' notice of such changes so as to enable the clients to take any actions they might consider appropriate.

Furthermore, we also reserve the right to apply a specific leverage per single instrument in the event that client orders are exceeding a predetermined position size limit.

The applicable leverage ratios can be found on our App, 50K, once clicking on the product you intend to trade and on the Company's websites at any point in time.

For CFD's:

CFDs	Updated default Leverage
Major FX pairs (The major currencies are currency pairs comprising any two of the following currencies: USD, EUR, JPY, GBP, CAD or CHF)	1:30 (3.33%)
All other currencies	1:20 (5%)
Gold	1:20 (5%)
Major Indices (The major indices are any of the following equity indices: FTSE 100, CAC 40, DAX, DOW, S&P 500, NASDAQ, Nikkei 225, ASX 200, EURO STOXX 50)	1:20 (5%)
All other indices	1:10(10%)
Commodities (other than Gold)	1:10 (10%)
Equities	1:5 (20%)
Cryptocurrencies	1:2 (50%)

For Securities:

Securities	Updated default Leverage
Stocks and ETFs	1:5 (20%)

*The Company takes into account the National Product Intervention Measures introduced by each Member States from time to time.

4.2 Margin Close-out Rule

The Cyprus National Product Intervention Measures introduced a margin close-out level when the clients' funds fall to 50% of the maintenance margin needed to maintain their open positions on their CFD account.

In order to keep positions open, equity must exceed the accumulated maintenance margin level. If this margin level is not maintained, positions shall be automatically closed.

The Company shall apply the same approach when dealing with You in Securities investments.

5. Negative Balance Protection

As required by the Product Intervention Measures introduced the Company offers Negative Balance Protection to its retail clients, meaning that Clients cannot lose more money than the amounts available in their trading account.