

WOXA LTD. Margin Stop Out Policy



WOXA.COM is operated by WOXa LTD. which is regulated by the Financial Services Commission of the Republic of Mauritius (License) (FSC) with an Investment Dealer License with license number GB22200605 with registered address at Hotel Avenue C/o JurisTax Ltd, Ebene House 33 Cybercity, Ebene, 72201 MAURITIUS

WOXA LTD.

Margin Stop Out Policy

1. Introduction

1.1 This Margin Stop Out Policy (hereinafter referred as the "Policy") entered by and between WOXA LTD. (hereinafter the "Company") on one part and the Client, which may be a legal entity or a natural person, on the other part (hereinafter the "Client").

1.2 The Company is a registered Limited Liability Company incorporated and authorized by the Financial Services Commission in Mauritius, with an Investment Dealer License with license number GB22200605. Its registered office is at 30 St Georges Street 3rd Floor, Manor House, Port Louis, Mauritius.

1.3 The Company has provided Clients with the Policy as a part of risk management for Clients engaging in trading activities with the Company. This Policy shall outline the conditions associated with Margin trading to mitigate the risk of Clients incurring losses exceeding their available account balances when using leverage.

1.4 The Policy shall apply to all interactions in relevance to margin trading. It governs relationship between the Company and its Clients who have active trading accounts and have been granted a Credit in respect of the applicable laws and regulations.

1.5 Clients are encouraged to carefully review and understand the Policy. Clients acknowledge that the Policy forms part of our agreement. Therefore, by entering into an agreement with the Company. The Client confirms that they have read, understood and agreed to the terms of the Policy, as set out in this document.

2. Interpretation of Terms

2.1 Unless otherwise stated herein, the following terms shall have the meaning as described here below:

"Contract for Differences" ("CFD") shall mean a contract between two parties, commonly identified as the "buyer" and "seller," outlining that the buyer will pay to the seller for the difference between the current value of the Underlying Asset's price and its value at the contract time;

"Long Position" shall mean a buy position that appreciates in value if underlying market prices increase in CFD trading;

"Margin" shall mean the necessary guarantee funds so as to open or maintain Open Positions in a CFD transaction. In the context of trading

activity, Margin determines the extent to which a Client has deposited sufficient collateral to maintain their existing position/s and/or initiate a new position;

“Margin Call” shall mean the situation when the Company notifies the Client there's insufficient Margin to execute Orders or maintain Open Positions;

“Open Position” shall mean any unclosed position, be it a Long or Short Position which is not a completed transaction;

“Order” shall mean an instruction from the Client to engage in financial instrument trading;

“Short Position” shall mean a sell position that appreciates in value if Underlying Market prices fall in CFD trading;

“Underlying Asset” shall mean the underlying asset in a CFD which may be Currency Pairs, Metals, Commodities, Indices, Stocks, Cryptocurrencies or any other asset at the Company's discretion from time to time.

“Underlying Market” shall mean the relevant market where the Underlying Asset of a CFD undergoes trading.

3. Margin

3.1 This Policy shall apply to all Clients.

3.2 Margin represents the amount of funds required to open and maintain a trading position. If Margin is less than the Margin requirement for the open position the Client wishes to open the position, the Company may reject the Client's request to open the position.

3.3 The Client is required to deposit and maintain the Initial Margin and/or Hedged Margin in the amount established by the Company at the time the position is opened. Initial Margin shall be calculated in accordance with the formula as follow;

Initial margin = (volume * open price) / leverage

3.4 The Company shall arrange minimum Margin requirements for a specific Financial Instrument apply to all positions opened for such Financial Instrument.

3.5 The margin requirements applicable to the different CFDs can be found in the Company's Terms and Conditions.

3.6 Subject to the terms as set out herein above, the Company reserve the right, at its sole discretion, to temporarily impose higher margin for opening

new positions for any specific or all Financial Instruments in the following cases:

- Prior to and/or during market closure;
- Prior and/or during any other market closure related to any specific or all Financial Instruments;
- Prior and/or during any major news announcements;
- Prior and/or during any anticipated abnormal Market conditions and/or market disruptions.

3.7 The temporary increase of the Margin requirements as stated in the term 3.6 may affect any open position in the Client's account, either placed prior to or following the implementation of the new Margin requirement.

3.8 Margin requirement or leverage level may be set and varied without prior notice from time to time in the Company's sole and absolute discretion. The Company shall reserve the right to modify Margin requirements and leverage level without prior notice to the Client. In such an event, the Company shall have the right to apply new Margin requirements to both new positions and to the existing positions.

3.9 The Client agrees to refrain from creating, having any outstanding security interest whatsoever over, agreeing to assign or transfer, any of the Margin transferred to the Company.

4. Margin Stop Out

4.1 Clients are required to maintain the minimum Margin requirement on their open positions at all times. It is the clients' responsibility to monitor their account balance and ensure that sufficient funds are available to cover their trading strategy and minimum Margin requirements. Clients are advised against relying on last-minute deposits.

4.2 The Company reserves the right, without requiring the Client's consent or prior written notice, to close any or all of the Client's existing open positions in the events, including but not limited to;

- Failure of the Client to maintain the Margin level at the required percentage of the Margin requirement.
- Failure of the Client to maintain the Margin level in the Event of Defaults at the required percentage of the Margin requirement.

4.3 The specific stop out percentage as specified on the Company's website are relevant at the moment when the Company provides service to the Client. Such percentages are subject to change. You acknowledge that the Company may modify the Stop-Out's specific percentage significantly in some circumstances, that they may not be the same size as the examples given in the Contract Specifications and that there is no limit on how large they may be.

4.4 The Client will be promptly notified of the position closure through electronic means in the occurrence of events as specified in term 4.2.

4.5 Please note that if no action is taken by the Client to either reduce their open positions, or transfer funds into their trading account prior to the event as outlined in term 4.2 unfold, the Company shall exercise its right without prior notice to the Client.

4.6 In the event of emergency, the Company, at its sole discretion, shall reserve the right to alter Margin Stop Out and leverage level without prior notice to the Client.

4.7 Client acknowledges that the procedure as aforementioned herein operates automatically as a part of risk management and may affect the open positions of the Client. The Client hereby undertakes that they understand and agree that the Company bears no responsibility to any affected trades in such instances.

5. Margin Stop Out Policy Revision

5.1 The Company reserves the right to amend, revise, modify, change, or terminate the Policy at its sole discretion. Any changes or updates of the Policy shall be effective immediately upon posting on the Company's Website without prior notice. The Client is encouraged to review the Policy periodically to stay informed about any revisions or updates. The Client acknowledges and agrees that proceeding to use the Company's services after the revision has been made shall result that The Client implicitly agrees to the updated Policy terms.

6. Risk Warning

CFD and Margin trading carries a high level of risk to your invested capital, the change in rate may have an effect on the value, price, or income of the financial product you are holding. Please read and ensure that you comprehend our Risk Warning Disclosure Policy, available on the Company's Website.