

1.11.2025

Risk Disclosure Policy

Solantis LLC

Introduction

Solantis LLC (hereinafter “the Company”, “we”, “us”, “our”, “ours” and “ourselves” as appropriate), is authorized and regulated by the Financial Authorities of Saint Lucia with license number 202500785.

Leverage is a tool that allows traders and brokers to control a large position with a relatively small deposit, known as margin. All trades are executed based on the full value of the position.

The Company reserves the right to amend this Policy periodically. It is the responsibility of Senior Management and the Board of Directors, reviewed annually or upon material change.

1. Scope

This Policy outlines the procedures and leverage levels applicable when trading CFDs. It aims to explain the implications of leverage trading based on a client’s knowledge, experience, and regulatory requirements, and how leverage impacts margin, particularly during market fluctuations. This Policy applies to retail and professional clients but does not apply to eligible counterparties under the Regulations.

2. Company’s Obligations

The Company has a duty to act honestly, fairly, and in the best interests of clients.

Concerning leverage and margin, the Company is required to:

- Set leverage levels based on clients' knowledge and experience with complex financial instruments like CFDs but in compliance with our intervention measures.
- Avoid aggressive leverage practices.
- Calibrate leverage levels based on the underlying financial instrument's volatility, liquidity, and other market fundamentals.
- Apply to regulatory caps and standards.

3. Clients’ Obligations

Clients are responsible for providing accurate and truthful information regarding their knowledge, experience, financial situation, and investment objectives. The Company relies on this information to assess the suitability of leverage ratios for each client. Clients must ensure they understand how margin requirements are calculated and provide supporting documentation when necessary.

4. Definitions and Examples

Leverage:

A financial mechanism allowing clients to trade with higher amounts than their actual investment. For instance, a leverage of 20:1 means a client has 20 times trading power.

Spread:

The difference between the bid (sell) and ask (buy) prices of a CFD.

Margin Requirements:

The amount needed to open a leveraged position. The required margin is calculated using the formula:

Margin in Base currency = (Volume in Lots * Contract Size) / Leverage.

Equity:

The real-time value of a client’s account, including all realized and unrealized profits and losses but includes also non-withdrawable credits, if any.

Margin Level:

A percentage value indicating the proximity to a margin call or stop-out: **(Example!)**

Margin Level = (Equity/Margin Requirement) * 100%.

A margin level below 100% results in a margin call, while a 50% margin level triggers stop-out.

Depending on the Affiliate System and Product, you will have different Margin Levels.

Please inform yourself intensively with the conditions that will be provided.

5. Factors Considered

Leverage levels are determined by various factors, including:

- The Company's risk appetite and management policies.
- The Company's financial strength and capital adequacy.
- The asset class being traded.
- The client's classification (retail, professional, or eligible counterparty).

6. Applicable Leverage

Leverage limits are determined by client appropriateness assessments and market volatility.

For all retail clients the below are the maximum leverages provided. For other types of clients, the leverages are provided on a case-by-case basis after an assessment by the DOA department.

Which includes all the factors above in 5.

For Retail Clients:

- 30:1 for major currency pairs.
- 20:1 for non-major currency pairs, gold, and major equity indices.
- 10:1 for commodities other than gold.
- 2:1 for cryptocurrencies.

The Company reserves the right to adjust leverage ratios during corporate actions or increased market volatility, notifying clients where feasible. The company will usually inform clients by email regarding changes of leverage unless under exceptional circumstances where market conditions force immediate change of leverage, the company has the right to change the leverage without notice. Such changes will be communicated as soon as possible via the trading platform and/or email.

7. Margin Call and Stop Out Policy

The Company implements a margin call at 100% where a visual red color warning might appear on the MT4/MT5 platforms. A notification can be found inside the trading platform in the form of a red line warning. Margin levels are updated on real-time basis. The trading platform is considered as the main communication channel for margin levels. Clients are responsible for monitoring their accounts and margin levels on ongoing basis. A stop-out happens at 50% of the total initial margin. At this point the Company will liquidate positions of the clients as market conditions permit starting with the positions with largest loss and will continue until margin level rises above 50% or if not possible, when all positions are closed.

Clients must monitor their margin levels and take necessary actions to prevent stop-out events.

8. Negative Balance Protection

For retail clients, negative balance protection ensures they cannot lose more than their deposits.

This is achieved through margin stop-out and margin call mechanisms. Professional clients, however, do not qualify for this protection. By accepting this policy, professional clients understand that negative balance protection does not apply to their accounts.

9. Conflicts of Interest

The Company maintains a Conflict-of-Interest Policy to responsibly manage any potential conflicts arising from its business operations. The Policy is available on the Company's website. The company will identify any potential conflict of interest that might arise due to its leverage policy and margin trading and will prevent such circumstances from taking place. If the company is unable to do that, it will manage those conflicts.

If these conflicts are not manageable then the company will try to disclose them to the clients.

10. Offering CFDs in Certain Jurisdictions

This Policy is not directed at jurisdictions or countries where CFDs are banned or not permitted. It is not a solicitation to buy or sell CFDs in such areas. Client's onboarding undergoes a strict client acceptance procedure and policy, and as such no clients will be onboard from restricted regions.

11. Applicable Language

The Policy is primarily written in English.

If translated, the English version will take precedence in case of any discrepancies.

12. Clients Categorization

Clients are categorized as either Retail (Private) or Professional (Corporate) based on their trading knowledge, experience, and financial capacity in accordance with regulatory standards. Retail clients, who may have less experience with complex financial products, are afforded greater regulatory protection, including negative balance protection and access to compensation schemes. Professional clients, who must meet specific criteria such as a history of significant trading activity, relevant professional experience, or a substantial investment portfolio, receive fewer protections. This distinction assumes that Professional clients possess the necessary expertise and financial resources to manage the risks associated with trading

13. Risk Disclosure

Trading CFDs (Contracts for Difference) and using leverage involves significant risk and is not suitable for all investors. CFDs are complex instruments and come with a high risk of losing money rapidly due to leverage. Leverage can amplify both gains and losses, meaning that small market movements can result in substantial losses that exceed your initial investment. You should carefully consider whether you understand how CFDs and leverage work and whether you can afford to take the high risk of losing your money. Always seek independent financial advice and ensure you understand the risks involved before trading.