## GUIDANCE NEWSLETTER FROM THE JORDAN SECURITIES COMMISSION

A prospectus issued by the Securities Commission

Attached to the agreements to be concluded with clients dealing on foreign exchanges By virtue of article provisions (16/2) ofInstructions for regulating the dealings of financial services companies on foreign exchanges in force

## Dear investor,

This prospectus aims to introduce you to dealing on foreign exchanges and the risks associated with it, so be sure to read its terms carefully:

- The legal basis governing your dealings through financial services companies on foreign stock exchanges is the law regulating dealing on foreign stock exchanges as well as the instructions for regulating the dealings of financial services companieson foreign stock exchanges, approved by the Council of Commissioners Resolution No. 290/2019 dated 27/11/2019, both of which are published on the commission's website (www.jsc.go.jo), which you should see.
- 2. You need to make sure that the company you wish to deal with has obtained a license from the Securities Commission, as well as approval to conduct licensed financial services business.
- 3. The relationship between you and the company is regulated by an agreement, you must read its terms and appendices and make sure that you understand all its terms before signing it.
- 4. Ensure that you receive a copy of the Transaction Agreement and its appendices
- 5. Ensure that all commissions and fees that will be collected from you for your transactions are documented within the transaction agreement or its appendices.
- 6. Ensure that your buy and sell orders are executed first-hand.
- 7. Make sure that you are fully aware of the company's procedures in withdrawal and deposit operations and verify their implementation as soon as possible.
- 8. Before you trade on foreign exchanges, you need to determine the investment policy you want to deal with.
- 9. You should make sure of the mechanism of registration of the purchase ownership, as the instructions referred to in Clause 1 Above allowed the registration of properties in the name of the local broker for the benefit of its clients with the foreign broker through the so-called omnibus account, and this may expose you to risks, including seizure or foreclosure on the account.
- 10. You should know that there are many risks that you may face when dealing on foreign exchanges, for example:
  - Risks of bankruptcy of the external broker
  - Exchange rate risk
  - Political and legislative risks specific to the markets through which transactions are conducted
  - Risks of price slippages
- 11. Be as careful as possible to ensure that your financial positions are closed before the end of the last trading day of the week to avoid the risk of price slippage.
- 12. Do not invest in your money that you may need at the time of investment because it will be subject to loss.
- 13. Use leverage trading wisely, as leverage is a double-edged sword, as it will give you an opportunity to double profit, it exposes you to double loss.
- 14. Make sure to replenish your account first of all in order to avoid automatically closing your positions when you fall below the margin percentage indicated in the agreement signed between you and the company or in its appendices.
- 15. Confirm the policy followed by the company regarding the price differences (spread) set out in the agreement signed between you and the company or in its appendices.

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## Acknowledgement and Undertaking of Agreement and prospectus

Reference to Dealing agreement on foreign stock exchanges signed by me the undersigned, With Messrs. Exness Limited Jordan Ltd Company, hereby acknowledge that I have previewed the instructions for regulating the dealings of financial services companies on foreign exchanges in force and on all the terms of the agreement and its annexes and on the prospectus issued by the Securities Commission.

I have obtained a copy of these documents and I undertake to abide by the instructions in force and any amendments that may be made to them by the board of Commissioners of the Securities Commission and to reconcile my situation accordingly.