Terms and Conditions for Cryptocurrency Trading

Addendum to the Terms & Conditions for Cryptocurrency Services

This Addendum to the Terms & Conditions for Cryptocurrency Services (hereinafter the "Addendum") is incorporated into and forms a part of the Terms & Conditions in the Agreement for the Provision of Investment Services, Activities, and Ancillary Services to a Client (hereinafter the "Agreement"). This Addendum sets out the terms and conditions for trading Contracts for Differences ("CFDs") on Cryptocurrencies and Cryptocurrencies Trading (hereinafter collectively referred to as the "Cryptocurrency Services").

In case of conflict between the provisions of this Addendum and the Agreement, the provisions of this Addendum will prevail. All capitalized terms used in this Addendum and not otherwise defined shall have the meaning ascribed to them in the Agreement.

Before Clients use the Cryptocurrency Services offered by the Company, they should read this Addendum carefully, the Agreement, the Risk Disclosure, the General Fees and any other documents and information posted on the Company's Website. Clients acknowledge and agree by using and/or continuing to use the Services that they are entering into a legally binding contract and have read, understood, and accepted this Addendum. A copy of this Addendum should be printed and retained in the Clients' records.

1. Interpretation of Terms

In this Addendum, except where the context otherwise requires, the following terms shall have the following meaning:

"Cryptocurrency/Virtual Currency" means a digital representation of value that is not issued or guaranteed by a central bank or a public authority, is not necessarily

attached to a legally established currency, and does not possess a legal status of currency or money, but is accepted by natural or legal persons as a means of exchange and which can be transferred, stored, and traded electronically".

"Cryptocurrency Network" means a decentralized, independent, public peer-to-peer network that functions as a digital ledger of transactions in Cryptocurrencies.

"Underlying Market" means an exchange, Market Maker, Retail Service Provider and/or other similar body and/or liquidity pool on which the Cryptocurrencies are traded as the context requires;

"Market Maker", "Retail Service Provider" means a firm that provides on request buy and sell prices for Cryptocurrencies.

2. Cryptocurrency Services

The Company offers the following Cryptocurrency services:

1. CFDs on Cryptocurrencies

    CFDs on Cryptocurrencies, where the Client can enter into short/sell transactions in relation to a CFD contract on an underlying Cryptocurrency and which is traded over the counter ("OTC"), i.e., concluded outside a regulated exchange or venue and between the Clients and the Company where the Company agrees to settle in cash the performance of the Cryptocurrency the Clients decides to speculate on.

    Any long/buy positions that were opened before the 1st of January 2019 are considered to be cryptocurrencies and not CFDs on cryptocurrencies. Due to regulatory changes, as of the 31st of December 2022, the Company shall not maintain any cryptocurrencies in custody. However, if such positions have been maintained** after the 30th of December 2022, then on or after the 31st of December 2022, such positions will be considered as CFDs on cryptocurrencies.

Consequently, where the Company makes any reference to CFDs on Cryptocurrencies including, inter alia, in the present Policy, the Company's Agreement, Order Execution Policy, General Fees, Conflicts of Interest and any other relevant document included on the Company's website (hereinafter collectively referred to as "Terms and Conditions"), it should be understood and agreed that the statement "CFDs on Cryptocurrencies" refers to any short/sell transactions, any long/buy positions that were executed on or following the 1st of January 2019 and any long/buy positions that were opened before the 1st of January 2019 but have been maintained** after the 30th of December 2022.

**It refers to the conversion of these positions from cryptocurrencies to unleveraged CFDs on cryptocurrencies.

The features offered by the Company when trading on CFDs on Cryptocurrencies are:

a) Position auto-closing, where it allows Clients to set their profit and loss levels for a specific trade. (b) Manual closing of positions if Clients' position is not automatically closed as a result of position auto-closing being triggered. Alternatively, the Company may at its own discretion offer by default the following contract expiration times for all CFD products: daily/weekly/monthly and/or no expiration at all. (c) Trailing Stop Loss Order: whereby the Client specifies the loss limit, which is automatically shifted up or down depending on the price of the underlying asset and only in case the latter moves in the specified direction. d) Maintenance Margin: The maintenance margin is the minimum amount of equity required to maintain open positions.

The Maintenance Margin is the minimum amount of equity in a position required to maintain an open CFD position. Should this amount fall below 50%, the Company will automatically reserve an additional amount from the Client's trading account balance equivalent to 20% of the initial investment amount in order for the CFD position to remain open. When the available funds in the Client's trading account which are reserved to maintain the CFD

position open fall below 50%, the CFD position will automatically close, and the funds reserved from the Client's account to maintain the CFD position open will be permanently deducted.

Clients should familiarize themselves with the fees when trading on CFDs on Cryptocurrencies as set out on the Website under the General Fees section, since applicable fees shall affect the payout received for a specific trade.

2. Custody & Safekeeping:

The Company offers custody and safekeeping of Cryptocurrencies in accordance with its Terms & Conditions.

The Company maintains the right, but not the obligation, to charge each Client a maintenance/custodial fee for any open cryptocurrency position (without leverage) maintained with the Company ("Open Positions"). Such right arises and may be exercised by the Company if such Open Positions remain open for more than twelve (12) months from the date of their opening ("Minimum Period").

Provided that the Minimum Period has been completed and the Company decides upon its sole discretion to exercise the right provided hereunder, the following steps will be undertaken:

(1) the Company shall provide a written notice to the Client notifying him/her that, within fifteen (15) days from receipt of the notice, the Company shall proceed with the application of maintenance/custodial fees against the Open Position in accordance with the table included below;

(2) should the Client wish to avoid the application of any maintenance/custodial fees, then he/she should proceed with the immediate closedown of his/her position and not later than within fifteen (15) days from the date of the notice;

(3) the % maintenance fee, as indicated in the table below, shall be calculated against the value of the Open Position upon the end of each month within the periods set out below;

(4) the payment of the calculated maintenance fee shall be made on the date upon which the Open Position has reached the Minimum Period and thereafter upon completion of each consecutive period, as stated in the table below. The payment to the Company shall be facilitated by automatically deducting the relevant amount from the Client's Open Position balance; and

(5) upon the end of each period (as indicated in the table below), the maintenance/custodial fee % shall be automatically increased as set out in the below table without any further notice to the Client.

Period from Position Opening	Maintenance/Custodial Fees
12 months	0.25%
13 months	0.25%
14 months	0.25%
15 months and more	0.25%

3. Risk Warnings in Relation to CFDs on Cryptocurrency Services

1. The CFDs on Cryptocurrency Services are not suitable for all investors. The CFDs on Cryptocurrency Services are highly complex and, as such, Clients must always make sure that they are fully aware of and understand the specific characteristics and risks regarding the said CFDs on Cryptocurrency Services and have extensive knowledge and/or expertise of the CFDs on Cryptocurrency Services and of the underlying assets of the financial instruments offered by the CFDs on Cryptocurrency Services.

2. Trading on financial instruments offered by the CFDs on Cryptocurrency Services carries a high risk of losing your invested capital.

3. Trading prices of the financial instruments and underlying assets offered by the CFDs on Cryptocurrency Services carry high volatility and thereby can widely fluctuate or become temporarily or permanently unavailable; therefore, Clients should trade carefully and only with funds that they can afford to lose.

4. The nature of Cryptocurrencies may lead to an increased risk of fraud or cyber-attack, and may mean that technological difficulties experienced by the Company may prevent the access to or use of the CFDs on Cryptocurrency Services.

5. The financial instruments offered by the CFDs on Cryptocurrency Services have specific distinct risks from financial instruments offered by the Company with underlying assets, currencies or commodities. Unlike most currencies, which are backed by governments or other legal entities or by commodities such as gold or silver, Cryptocurrencies are a unique kind of currencies, backed by technology and trust. There is no central bank that can take corrective measures to protect the value of Cryptocurrencies in a crisis or issue more currency.

4. Trading in Cryptocurrencies

It should be noted that any long/buy positions that were opened before the 1st of January 2019 are considered to be cryptocurrencies and not CFDs on cryptocurrencies. Due to regulatory changes, as of the 31st of December 2022, the Company shall not maintain any cryptocurrencies in custody. However, if such positions have been maintained** after the 30th of December 2022, then on or after the 31st of December 2022 such positions will be considered as CFDs on cryptocurrencies.

Any new long/buy position on cryptocurrencies executed on or following the 01 January 2019 is treated as CFDs on cryptocurrencies and is governed by and in accordance with the provisions stated in the current policy in relation to the ‘’CFDs

on Cryptocurrencies Section" and/or in any other relevant section included in this present policy.

Consequently, on or following 31 December 2022, where the Company makes any reference related to CFDs on Cryptocurrencies including inter alia, in the present Policy, Company's Agreement, Order Execution Policy, General Fees, Conflicts of Interest and any other relevant document included in the Company's website, it should be understood and agreed that the statement "CFDs on Cryptocurrencies" refers to short/sell transactions, any new long/buy positions that were executed on or following 01 January 2019 and any long/buy positions that were opened before the 1st of January 2019 but have been maintained** after the 30th of December 2022.

**It refers to the conversion of these positions from cryptocurrencies to unleveraged CFDs on cryptocurrencies.

The Client acknowledges and agrees that all Cryptocurrency trading will be made within the Company's Trading Platform and the Client cannot transfer out of his/her trading account, including, inter alia, to any wallet and/or bank account, any storage device and/or to any address.

The Client is not allowed to deposit in his/her IQBROKER (formerly IQOption) trading account any Cryptocurrencies that he/she did not purchase from the Company's Trading Platform. In addition, the Client cannot withdraw any Cryptocurrencies from his/her IQBROKER (formerly IQOption) trading account nor transfer the Cryptocurrencies to third parties.

Where the Company allows the Client to open a short position on Cryptocurrencies/ enter into short transactions on Cryptocurrencies and/or may be offered the possibility to use leverage/multiplier, these transactions will be classified as CFD transactions.

Principal to the transaction

The Client understands that by providing the Client with Cryptocurrency trading services, the Company acts as a principal and not as an agent on the Client's behalf and therefore the Company is always the counterparty of the transaction.

Client Orders

The Client acknowledges and agrees that he/she will use all reasonable endeavors to make sure that the order that the Client places within the Company is consistent with the acceptable market practices and conduct in the applicable Underlying Market.

The Company may at its absolute discretion decline a Client's order for several reasons, which include (but not limited to) breach of the Company's Terms and Conditions or the present Addendum, size of an order, market conditions, risk considerations, any fraud suspicions, money laundering suspicions, insufficient margin or inadequate securities or liquid funds in the Client's trading account.

The Company is entitled to disregard or cancel a Client's order that was previously accepted by the Company where an event takes place and the Company is unable to act on that order, for instance where the Company has ceased to offer the requested order.

Any sums payable by the Clients shall be paid when entering into a transaction and shall be paid in accordance with the Company's Payment Policy and General Fees.

The Client understands and agrees that it may be impossible to modify or cancel his/her order, and the Company is not obliged to proceed with the modification or cancellation of the Client's order. In such a case, the Client will be bound by any execution of the original order. The Client further agrees that he/she is responsible for knowing the status of his/her pending orders before entering additional orders and whether the Client is not sure or clear regarding the status of his order he/she should communicate immediately with the Company.

The Client accepts that he/she is responsible for monitoring all of his/her orders that were entered into the Company's Trading Platform until the Client receives the Company's confirmation of such orders and/or the Company's cancellation notice.

The Client's execution price, which the Company reports to the Client by a relevant confirmation, shall only reflect the price that was offered at the time the execution took place and shall not reflect the price for the underlying Cryptocurrency as quoted on the relevant exchanges in which the Cryptocurrency is traded and/or any market information. The Company bears no responsibility for such inconsistencies and/or disparencies.

The Client understands and agrees that the Company is not obliged to quote a specific price from any exchange and/or comply with the trading rules or market practices consistent with any exchanges, since the Company's trading platform is independent of any such exchanges. The Client further agrees that the Company's prices may be different from the current prices on the relevant exchanges.

The Client accepts that when placing an order for Cryptocurrencies, he/she agrees to the bid and ask prices set for Cryptocurrencies in which the transaction will be executed as shall be reflected as binding and final on the Company's Trading Platform.

The Company further reserves the right to refuse executing an order for Cryptocurrencies and/or to close any open positions of the Client, without informing the Client, in the following circumstances:

1. The Client's order intended to manipulate or defraud the market;
2. The Client's order violates any applicable Legislation/Regulation
3. Liquidity providers are unable to provide liquidity to the Company
4. Significant disruption of trading in the underlying Cryptocurrency in the market on which the underlying Cryptocurrency is traded
5. Premature close of the underlying Cryptocurrency in the market on which the underlying Cryptocurrency is traded
6. Abnormal market conditions
7. Force Majeure
8. Declared or undeclared war
9. Acts of God

10. Regulatory or governmental authority that interrupts trading in the relevant security;
11. The Cryptocurrency subject to the Client's order is delisted and/or for any reason the Company no longer supports the trading in such Cryptocurrency.

Volatility of the Market

The Client understands and agrees that in times of high market volatility, the Company will not be held liable for any such price fluctuations caused by the Market volatility.

Custodian Services:

The Company has been acting as the sole custodian and held Cryptocurrencies on behalf of its Clients in accordance with the terms of this Addendum until the 30th of December 2022. Subsequently, any Cryptocurrencies purchased by the Client were held and administered by the Company in a dedicated wallet, in which all Clients' Cryptocurrencies were pooled together.

Nevertheless, the Company under this Addendum and at its absolute discretion, had the power to delegate certain custody services to third party service providers or to any other person as a sub-custodian or otherwise to hold Cryptocurrencies, which may be unaffiliated and/or affiliate Company including unregulated Companies which may be located inside or outside the EEA.

The Company has exercised all reasonable skill and care in the selection, appointment and periodic review of these affiliates, agents and any service providers, but the Client agreed and understood that the Company cannot be held liable for any acts or omissions of these third party service providers, including cases of dissolution or insolvency.

The Client was at all times the beneficial owner of the Cryptocurrencies that the Company held for the Client's account. The Client understands and agrees that in accordance with his/her beneficial ownership of the Cryptocurrencies held by the

Company on his/her behalf, the Client could not sell part or whole of it, loan it and/or use it in any other way except for the specified purposes and manner stated herein.

Further, the Client agreed that he/she could not be entitled to any interest regarding his/her Cryptocurrencies held by the Company as the custodian for the Client's account and any interest were retained by the Company.

Nevertheless, due to regulatory changes, the Company has ceased acting as the sole custodian and/or holding Cryptocurrencies on behalf of its Clients as of the 31st of December 2022. Therefore, any long/buy positions that were opened before the 1st of January 2019 are considered to be cryptocurrencies and not CFDs on cryptocurrencies and the Company shall cease maintaining any cryptocurrencies in custody as of the 31st of December 2022. Consequently, the last day the Company shall keep these positions open is the 30th of December 2022. Any cryptocurrency positions that have been maintained** after the 30th of December 2022 will be considered as CFDs on cryptocurrencies on or after the 31st of December 2022.

**It refers to the conversion of these positions from cryptocurrencies to unleveraged CFDs on cryptocurrencies.

Cryptocurrencies Records:

The Company maintains records of all the Clients' Cryptocurrencies held by the Company on the Client's behalf.

5. Risks Associated with Trading in Cryptocurrencies

There is no specific EU regulatory framework governing the trading in virtual currencies, and trading in these products therefore falls outside the scope of our MiFID regulated activities.

Virtual currencies are complex and high-risk products and as such, you could lose your entire invested capital.

Virtual currencies can widely fluctuate and may result in significant loss over a short period of time. You should not trade in virtual currencies in case you do not have the necessary knowledge and expertise in these products.

When trading virtual currencies, you will have no rights to report to the Cyprus Financial Ombudsman in case of a dispute with the Company.

It should be highlighted that as of the 31st of December 2022 the Company shall not offer trading in virtual currencies as already mentioned in the previous sections of this Addendum.

6. Acknowledgement of Risks and Limitation of Liability

Clients, by using the Cryptocurrency Services offered by the Company, acknowledge, understand and assume full liability for the risks associated with trading on CFDs on Cryptocurrencies, including, but not limited to, those set out in this Addendum and/or in the Company's Terms and Conditions and in any other relevant information found on the Company's Website.

Clients shall indemnify and keep indemnified the Company and its directors, officers, employees or representatives against all direct or indirect liabilities (including without limitation all losses, damages, claims, costs or expenses), incurred by the Company or any other third party in respect to any act or omission by the Clients in the performance of their obligations under this Addendum, unless such liabilities result from gross negligence, willful default or fraud by the Company. This indemnity shall survive termination of this Addendum and the Agreement.

Clients acknowledge that, under certain market conditions and in particular where the Company has reached or surpassed internal exposure levels, the Company may have to close all or a part of Clients' positions in CFD contracts with Cryptocurrencies as underlying assets. The Company undertakes to provide adequate notification to the Clients in case a CFD position will be liquidated by the Company and shall provide no less than 5 (five) working days' notice before proceeding with the liquidation.

Clients agree and acknowledge that any use of the Cryptocurrency Services for the furtherance of money laundering, terrorist financing and/or any other illegal activity and/or activity in breach of this Addendum and/or the Agreement and/or the Anti Money Laundering (AML) and Know Your Customer (KYC) Policy and/or of relevant provisions from information posted on the Website, entitles the Company to terminate and/or suspend and/or limit the access to the Cryptocurrency Services and/or take any other necessary steps at the Company's sole discretion and/or as per its regulatory obligations.

The Company does not own or control the underlying software protocols which govern the operation of the Cryptocurrency Network and/or the Cryptocurrencies and therefore the Company does not guarantee of their functionality, security, or availability and assumes no liability for any changes that may affect the characteristics and/or the value of the Cryptocurrencies.

Clients are solely responsible for keeping safe their personal information, including, but not limited to, the credentials of their trading account and wallet, and the Company shall not be responsible for any losses incurred from loss and/or unauthorized access to such information by a third party, unless such liabilities result from gross negligence, willful default or fraud by the Company.

Clients acknowledge that the Company shall not be responsible for any communication failures, disruptions, errors, distortions or delays you may experience when trading via the Cryptocurrency Services, however caused.

7. Amendments

The Company reserves the right to amend, revise, modify, and/or change this Addendum at any time without prior notice. All changes shall take effect immediately and such an updated version of the Addendum shall be published on the Company's Website.

Clients who do not agree with any amendment, review and/or change of this Addendum may request to terminate their use of the Services and close their account. The Company shall not be liable for any modification or termination of the

Cryptocurrency Services further to the amendment, review and/or change of this Addendum.

8. Applicable Law and Jurisdiction

This Addendum shall be governed by and construed in accordance with the laws of Cyprus and both the Company and the Clients agree that for all disputes within the scope of this Addendum, the courts of the Republic of Cyprus shall have sole and exclusive jurisdiction.

9. Contact Details

For any information not found in this Addendum or the Company's website at www.iqbroker.eu contact us by email at info@iqbroker.eu or by post to 82nd road, 4 Kato Polemidia, 4153, Limassol, Cyprus.