

# Terms of Business

Version July 2018

*Effective until 31.07.2018*

## Terms of Business

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Henryep Capital Markets (UK) Limited (“HYCM”, “The Company”, “The firm”, “we” or “us”), is authorised and regulated by the Financial Conduct Authority in the UK. The company appears on the FCA's Register: HYCM's FCA registration number is 186171. Further information may be obtained from the FCA's Register by visiting the FCA's website <http://www.fca.org.uk/register>.

These Terms of Business together with the HYCM Customer Agreement describes the terms and conditions applicable to the HYCM account or accounts (collectively the “Account”) opened at HYCM in the name of the Customer and maintained in either US Dollars or Euros in order for the Customer to enter into Transactions (as that term is defined in the HYCM Customer Agreement. These terms and conditions apply to the use of this Website and by accessing this Website you agree to be bound by the terms and conditions set out below. If you do not agree to be bound by these terms and conditions, you may not use or access this Website.

### 1. Account opening

#### Verification and Limitations for Trading

To activate a Live Account, you will be asked during the online registration process to provide information based on your relevant knowledge and experience to enable us to adequately assess appropriateness, in accordance with our regulatory obligations. Part of these requirements is achieving a satisfactory score in answering the appropriateness questions. If you are unable to sufficiently provide this information for assessment, we may not be able to offer you a Trading Account. HYCM will rely on the information that you provide us with, unless we are aware that such information is intentionally incomplete, inaccurate or out-of-date. HYCM will not accept any responsibility for the information that you have provided during the registration process in order to assess your knowledge, experience and the appropriateness of our products and services.

Upon completion of the online customer profile, you will be able to submit documentation and fund the Account as follows.

*If you are using a credit card, you may fund the Account with:*

Amounts between US \$100.00 and US \$1,000.00 or the equivalent value in your account base currency.

Minimum amount for each additional top-up by credit card is US \$20.00 subject to approval and completion of account opening documentation mentioned below.

*If you are sending funds using a bank wire transfer, you may fund the Account with:*

Amounts up to US \$1,000.00 or the equivalent value in your account base currency.

Minimum amount for each additional top-up by wire transfer is US \$250.00 subject to approval and completion of account opening documentation mentioned below.

We may send you an e-mail reminder on day 1 and day 3 listing the documentation we are required to obtain from you under the regulatory requirements to which we are subject. These documents must reach us within 5 days after the date of completion of the online registration. After satisfactory verification of the documentation, we will:

- i. approve you as a Client and open a Trading Account; and
- ii. remove limitations on the amounts you can deposit into the Trading Account.

The documentation we require is as follows:

- ✓ Proof of your identification (for example: a copy of your passport or official state ID).
- ✓ Proof of your address (for example: a copy of a utility bill with your name and address. This must not be older than three months from the date of application. Please note copies of mobile telephone bills are not acceptable).
- ✓ Copy of the credit card (front side) if the deposits have been credit card deposits.

If you do not have a paper statement or utility bill, please request a copy from your bank or utility provider. Alternatively, you can request a bank statement to be printed at your local branch.

The evidence you submit needs to identify and support the source and value of the funds you use to trade with. Each case is dealt with on an individual basis. If you deposited by credit / debit card a photocopy of the front of the card is required and a statement showing a recent deposit to your HYCM account to confirm ownership of the funding account. If you cannot provide HYCM with sufficient

evidence we will be unable to allow you to continue to use the client portal, and your account will be closed in line with our internal procedures. We may reconsider your account registration if at any time in the future you are able to provide the requested information.

### 1.2 Non-receipt of Required Documentation within 5 days

We will contact you after you make your first deposit listing the documentation we are required to obtain from you under the regulatory requirements to which we are subject. On the 5th day if the required documentation is not received we will initiate the closure of the Account and the balance will be refunded to the account from which the funds originated. Credit card refunds may take up to ten (10) days to reach that account.

### 1.3 Customers Resident in Certain Jurisdictions

If it comes to our notice at any time that you are resident in Afghanistan, Belgium, Japan, Hong Kong, the United States of America and some other regions in which we consider that the provision of the services contemplated in the HYCM Customer Agreement is prohibited, we shall have the right to suspend all activity in the Account and to take the following action:

If you have not commenced trading, the balance outstanding in the Account will be refunded to the account from which the funds originated. Credit card refunds may take up to (ten) 10 days to reach that account.

If you have already traded during this period, we will close out any open positions held by you at the closing prices prevailing on the day of the close out and credit or debit the proceeds to the Account.

Then as to the balance outstanding in the Account

- a) if the Account is in credit and if the balance is equal to or less than the initial sum deposited, the amount will be returned to the bank account or credit card from which the funds originated; or
- b) if the Account is in credit and if the amount is more than the initial amount deposited, the amount deposited will be refunded as mentioned in a) above. The treatment of any remaining balance will be resolved by our Compliance Department.

Closing of accounts as mentioned above will be subject to an administration charge of US \$ 50.00 per account.

### 1.4 Islamic Accounts

Islamic Accounts are offered exclusively to customers on the strict understanding that they are of Islamic faith. By opening an Islamic Account, you confirm that you are of Islamic religion, and any evidence to the contrary will be treated as a misrepresentation of the facts in accordance with our Customer Agreement and be dealt with accordingly.

## 2. Inactive Accounts

Accounts without any activity for ninety (90) consecutive days will be charged an administration fee of US \$10.00 or the equivalent value in your account base currency every month until account activity resumes; the Account is closed by us; we receive your instruction to close your account; or if your account balance reaches zero. This administration fee is payable in consideration of the firm's continual provision of a service, and the availability of your Account, together with the cost of associated compliance and regulatory requirements. Accounts with a nil balance will be treated as inactive Accounts and may be closed at our absolute discretion.

If your account has recently been charged an inactivity fee and you wish to resume trading / reactivate your account, we may refund the inactivity fee charged to your account (up to a maximum of one month's inactivity fee and a maximum of three refunds per twelve month period), if you fund your account with a minimum of US \$50.00 or the equivalent value in your account base currency. You may be able to get a reimbursement of your inactivity fee (refund). We reserve the right to alter, change and/or terminate these Terms and Conditions.

Please also note the following:

- a) the Customer is responsible for notifying us in writing of their intention to resume trading / reactivate the Account;
- b) the notification must reach us within 30 days after the date of the inactivity charge;
- c) the Customer must make a net new deposit into their account within 30 days after the date of the inactivity charge;
- d) the inactivity fee refund will not be automatically processed upon deposit;
- e) After satisfactory verification of the notification and deposit amount, we will reimburse your inactivity fee;

### 3. Request for Fund transfers

Fund transfers will be made only to the originating credit card account or bank account.

We will not make any fund transfers to any account in the name of any third party.

In cases where funds have been deposited using multiple credit cards or bank accounts, funds will be transferred to the originating credit card(s) and / or bank account(s) using a 'first-in', 'first-out' basis unless we agree otherwise.

### 4. Commission, Charges and Margins Schedule

#### 4.1 Deposit and Withdrawal of Funds

##### Deposits

There will be no charges for depositing funds into the Account. This can be done either by a credit card payment or a bank transfer.

##### Withdrawals

Where you have had trading activity, any request for bank transfers of an amount which is less than US \$300.00 will be subject to an administration charge of US \$30.00.

#### 4.2 Trading related charges

Commission, Charges and Margin Schedules can change from time to time and you should always refer to the updated information available in our web site: <http://www.hycm.com>

Details applicable to your account can be viewed on our website.

Please also note the following:

##### *Interest rates for rollover positions*

Islamic accounts will not be subject to any interest.

Non-Islamic Accounts will attract interest at the rates specified in our web site from time to time on the product specification.

##### *Fee for rollover positions*

For Islamic accounts, any open position in certain products will not be subject to overnight fees for the first fourteen (14) days after the Position(s) is / are placed in the market. If the positions remain open after fourteen (14) days, normal overnight fees will start applying to those open positions.

### 5. Trading Credits

#### 5.1 Introduction

HYCM reserves the right, at its sole discretion, to exclude or disqualify any Account from participating in promotions if the Client fails to meet any of the eligibility requirements specified in the terms and conditions; or if the Client interferes or attempts to interfere with the operation of the promotion, or breaches any conditions; or whom, in the opinion of HYCM, deliberately abuses the offer terms, will have their trading credit resulting from the promotional offer voided, and the Account may be closed in our absolute discretion. However, any profits made by using these trading credits can be withdrawn subject to 5.2.2 (f) below.

Accounts without Transaction activity for twelve (12) months; or where the Client has not logged in for twelve (12) months, the trading credit condition will cease to apply and will be withdrawn, and normal trading conditions will take effect. Where the balance is nil, you agree the account may be treated as inactive and the Account may be closed in our absolute discretion.

5.1.1 Promotional events and their durations (where trading credits are offered) will be advised to customers either by a direct communication or by advertising on HYCM's web site. Offering of trading credits will therefore be limited only to the relevant promotional event (Offer).

5.1.2 These Terms and Conditions ("Terms") form the basis of the trading related credits whereby Eligible Customers of HYCM may be rewarded with a trading credit of up to a predetermined percentage (to be announced by HYCM for each promotion /offer) of their net deposits to the account which makes the relevant deposit.

5.1.3 HYCM is authorised and regulated by the Financial Conduct Authority and reserves the right to alter or amend these terms, or any aspect of them, at any time and without prior notice. We may make changes to these Terms and will notify you of these changes by posting the modified Terms on the HYCM website under 'Terms of Business'. We recommend that you revisit these Terms regularly and, by your continued use of the HYCM website and services, you accept any such modified Terms.

5.1.4. We reserve the right, at our sole discretion, to disqualify any individual who breaches the Offer Terms or our Terms of Business, or in the opinion of management, act in such a manner as to deliberately take advantage of any of these Terms.

5.1.5 Any dispute or situation not covered by these Offer Terms and /or the Terms of Business will be resolved by our management in a manner it deems to be the fairest to all concerned. That decision shall be final and /or binding on all customers. No correspondence will be entered into.

5.1.6 If these Terms are translated into a language other than English, then the English version of the Terms shall prevail where there is an inconsistency.

5.1.7 For lot sizes and product specifications please refer to the product specification provided in our web site.

## 5.2 Conditions of Eligibility

5.2.1 Subject to all other Terms, the Offer is available to Customers who have satisfied the Eligibility Criteria for the Offer ("Eligible Customer") as set out in clause 5.2.2 below.

5.2.2 The Eligibility Criteria for the Offer are:

(a) that it shall only apply to HYCM Customers that have a live account (this includes existing account holders and new Customers that open accounts until 31.07.2018);

(b) that the Customer makes a net new deposit into their account(s). The trading credit will be based on net deposits – i.e. total deposits less total withdrawals during the period. Please also see 5.2.2 (f) below;

(c) the minimum deposit required will be announced at each promotion;

(d) that a Customer must trade thirty (30) standard lots per each US \$1,000 trading credit awarded within sixty (60) days of making such awards. The number of trades required to be completed will be in similar proportions for parts thereof. For example, if a trading credit of \$500.00 is awarded, the customer is required to complete fifteen lots within sixty (60) days. At the end of the sixty (60) days period the trading credit will be forfeited if the requisite numbers of standard lots have not been made. For the avoidance of doubt, all trades in any other instrument will count towards the lots calculation for this Offer;

(e) the maximum trading credit over the promotional period will be announced for each promotion. This limit is aggregated over all the accounts of the customer;

(f) If customers make a withdrawal during the period, whether its deposited funds or trading profits, then the trading credit will be reduced in strict proportion to the basis on which it was originally credited. The formula for this is as follows

$$\text{Ratio} = \text{Total Withdrawals} / \text{Total Deposits}$$
$$\text{Credits removed} = \text{ratio} \times \text{total credits}$$

*For example: a client deposits \$1000 and receives a deposit bonus of \$250. A week later a withdrawal of \$400 is made. The ratio is  $\$400 / \$1000 = 0.4$ . Therefore,  $0.4 \times \$250 = \$100$  shall be removed from the credit;*

(g) the transfer of rewards between accounts is not permitted at any time; and

(h) customers may make as many deposits as they wish into as many of their live accounts in order to qualify for the trading credits subject to the maximum limit specified in (e) above.

## 5.3 Validate your mobile number

The verification bonus is available to all new customers who open accounts until 31.07.2018 and verify their phone number by entering a code received by SMS. Customers are able to sign up by following the instructions displayed within the client account overview under

'Promotions'. The bonus is credited when the account approval process has been successfully completed. The bonus is not available to multiple accounts belonging to the same client. The phone verification bonus is a credit bonus. Once the bonus has been credited to your account it can be used for trading purposes.

#### 5.4 Complete your Financial Profile

The completion bonus is available to all new HYCM clients who open accounts until 31.07.2018 and successfully upload valid documents to complete their financial profile. Customers are able to sign up by following the instructions displayed within the client account overview under 'Promotions'. The bonus is credited when the account approval process has been successfully completed. The bonus is not available to multiple accounts belonging to the same client. The valid document bonus is a credit bonus. Once the bonus has been credited to your account it can be used for trading purposes.

#### 5.5 First Deposit Bonus

The first deposit bonus is offered to all new HYCM clients making their first deposit until 31.07.2018 following account approval using an authorised payment method. Additional information may be required. Client must deposit new funds of a minimum of US\$100 or the equivalent value in your account base currency. The bonus percentage may be subject to change. The maximum bonus awarded under this promotion is US\$5,000. This promotion offer cannot be combined with any other promotion offer and is subject to our Terms of Business. Our Terms of Business stipulates that for every US\$1,000 bonus awarded, the client will be required to trade 30 standard lots within 60 days, otherwise HYCM reserves the right to reverse the bonus given to clients.

IF YOU DO NOT AGREE WITH THE PRESENT TERMS OF BUSINESS, PLEASE DO NOT PARTICIPATE IN OUR PROMOTIONS.

## 6. Product Specifications

Product specifications are subject to change from time to time. The customers should familiarise themselves with these specifications by referring to the 'Product Specifications' section of our web site or by contacting our Customer Service Team prior to trading any of our products.

## 7. Fraud

HYCM may obtain information from your use of our website relating to the type of device that you use. We use this to help us identify and prevent fraud in addition to meeting our regulatory obligations. If we reasonably think that any payment into or out of an Account is connected to fraud or any other criminal activity, including where the funds are being transmitted through deception, we may in our absolute discretion close out, replace, reverse any Transaction(s) or close out the Account with immediate effect.

In such cases where HYCM identifies that the named account holder differs from that which HYCM hold, we reserve the right to treat any deposits as being invalid. HYCM may in its absolute discretion close out, replace, reverse any Transaction(s) or close out the Account with immediate effect. HYCM may also disclose details to prevent and detect fraud, money laundering and other crimes to other organisations (in the UK or abroad), including law enforcement agencies and competent authorities.