

# Risk Disclosure Notice

Abse Markets

## Abse Markets

Licensed by the Financial Services Commission (FSC) of Mauritius

Global Business Licence No. GB25205423

Code FS-4.1 | Code SEC-2.1B — Investment Dealer (Full Service Dealer, Excluding Underwriting)

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## Contents

1. Introduction
2. General Risk Warning
3. Leverage and Margin Risk
4. Market Risk and Volatility
5. Liquidity Risk
6. Counterparty Risk
7. Technology and Platform Risk
8. Currency Risk
9. Tax Considerations
10. Past Performance
11. Client Acknowledgement

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### 1. Introduction

This Risk Disclosure Notice ("Notice") is issued by Absel Markets in fulfilment of its obligations as a regulated Investment Dealer licensed by the Financial Services Commission (FSC) of Mauritius under Licence No. GB25205423. This Notice ensures that all clients have a clear understanding of the material risks associated with trading leveraged financial instruments, including FX contracts, CFDs, CFD futures, and cryptocurrency CFDs.

This Notice does not cover every risk relevant to a particular client. Clients should consider whether trading in leveraged instruments is appropriate given their individual financial circumstances, investment objectives, experience, and risk appetite. If in doubt, seek independent financial advice before opening an account or placing any trades.

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### 2. General Risk Warning

2.1 Trading in leveraged CFDs and FX instruments carries a high degree of risk and is not appropriate for all investors. A significant number of retail clients lose money when trading leveraged products. You should not invest money that you cannot afford to lose entirely.

2.2 The value of your investments can go down as well as up. Past performance is not a reliable indicator of future results. Returns are never guaranteed.

2.3 Before trading, fully understand the products you intend to trade, the mechanics of leverage and margin, and all costs and charges applicable to your account.

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### 3. Leverage and Margin Risk

3.1 Leveraged trading allows clients to gain exposure to financial markets for a fraction of the total position value. While leverage amplifies potential profits, it equally amplifies losses. A small adverse price movement can result in the loss of the entire deposited amount, or more.

3.2 Absel Markets requires clients to maintain a minimum margin level at all times. If the margin level falls below the stop-out threshold, Absel Markets is entitled to close open positions automatically without prior notice. Clients must

monitor their account and maintain sufficient margin at all times.

3.3 Margin calls are not guaranteed. The speed of market movements may mean it is not possible to notify a client before positions are closed. Clients should not rely on receiving a margin call and should manage their exposure proactively.

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## 4. Market Risk and Volatility

4.1 Financial markets are subject to rapid, unpredictable, and sometimes extreme price movements driven by macroeconomic data, central bank policy, geopolitical events, natural disasters, regulatory changes, and other factors.

4.2 During periods of high volatility, spreads may widen significantly and prices may gap from one level to another without trading at intermediate prices. Stop loss orders may be executed at a price materially worse than the level specified.

4.3 Price gaps can result in losses that exceed the deposited margin. Absel Markets reserves the right to close positions at the next available market price.

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## 5. Liquidity Risk

5.1 Liquidity in a particular market may be reduced or unavailable around major announcements, market openings, public holidays, and periods of exceptional market stress. Reduced liquidity may prevent execution at the desired price or result in wider spreads and increased slippage.

5.2 Certain instruments — including some cryptocurrencies and less-traded currency pairs — may be inherently less liquid. Clients should account for liquidity risk when selecting instruments and sizing positions.

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## 6. Counterparty Risk

6.1 When trading with Absel Markets, the client's counterparty for all transactions is Absel Markets. All client funds are held in fully segregated bank accounts, separate from the Company's own operational funds, in accordance with FSC requirements.

6.2 Absel Markets maintains the regulatory capital requirements stipulated by the FSC. However, no investment in any financial services firm can be considered completely risk-free.

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## 7. Technology and Platform Risk

7.1 Trading through electronic platforms is subject to technology risks including software failures, internet disruptions, power outages, cyberattacks, data feed errors, and platform downtime. Any of these events may affect the ability to place, modify, or close orders.

7.2 Absel Markets operates robust technology infrastructure and business continuity arrangements, but cannot guarantee uninterrupted platform availability. Clients should have alternative means of contacting Absel Markets if the platform becomes unavailable.

## 8. Currency Risk

8.1 Where a client's account is denominated in a currency other than their domestic currency, or where they trade instruments in a different currency, they are exposed to exchange rate risk. Fluctuations in exchange rates may increase or decrease the value of profits, losses, and the account balance when converted to the client's home currency.

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## 9. Tax Considerations

9.1 Trading profits may be subject to taxation in the client's country of residence. Tax treatment depends on individual circumstances and applicable local laws. Absel Markets does not provide tax advice. Clients are responsible for understanding and meeting their own tax obligations and are strongly advised to seek independent tax advice.

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## 10. Past Performance

10.1 Any performance data, back-test results, or historical returns displayed on the Absel Markets platform or website are provided for informational purposes only and must not be relied upon as a guarantee or indicator of future performance.

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## 11. Client Acknowledgement

11.1 By opening a trading account with Absel Markets, the client confirms that they have carefully read and fully understood this Risk Disclosure Notice, that they appreciate the nature and extent of the risks described, and that they accept those risks as part of their decision to trade leveraged financial instruments.

11.2 The client confirms they are trading with funds they can afford to lose and that the total loss of all invested funds would not cause material financial hardship.

11.3 Questions about the risks described in this Notice should be directed to [support@abselmarkets.com](mailto:support@abselmarkets.com) before commencing trading.