

# Risk disclosure statement

#### 1. Introduction

Trading in foreign exchange (Forex) and other financial instruments offered by PDynamics ("we," "us," or "our") involves significant risk and may not be suitable for all investors. This Risk Disclosure Statement provides you with an overview of the risks associated with trading Forex and other financial instruments. By using our services, you acknowledge and accept these risks.

#### 2. Market Risk

Forex trading involves substantial risk due to fluctuations in the market prices of currencies and other financial instruments. Market conditions can change rapidly, and prices can be highly volatile. As a result, you may incur significant losses, including the loss of your entire investment.

#### 3. Leverage Risk

Trading on margin or leverage amplifies both potential gains and potential losses. While leverage can increase your potential return, it can also significantly increase your risk of loss. You may lose more than your initial investment and may be required to deposit additional funds to maintain your positions.

## 4. Liquidity Risk

Market liquidity can vary, affecting your ability to execute trades at desired prices. During periods of low liquidity, you may experience wider spreads, slippage, and delays in order execution. This can result in unfavorable trading outcomes.

## 5. Counterparty Risk

Forex trading involves trading with counterparties, including financial institutions and brokers. There is a risk that a counterparty may default on its obligations, leading to financial losses. It is essential to choose a reputable and regulated broker to mitigate this risk.

#### 6. Interest Rate Risk



Changes in interest rates can impact currency prices and lead to potential losses. Central bank policies, economic indicators, and geopolitical events can influence interest rates and affect the Forex market.

## 7. Regulatory Risk

Forex markets are subject to regulatory changes that can impact trading conditions and your ability to trade. Regulatory developments can lead to changes in margin requirements, trading restrictions, and other aspects of the trading environment.

## 8. Operational Risk

Operational risks, including system failures, security breaches, and technological issues, can disrupt trading activities and result in financial losses. PDynamics implements robust security measures and technological safeguards, but no system is completely immune to operational risks.

## 9. Psychological Risk

Trading Forex can be stressful and emotionally challenging. The pressure to make quick decisions and manage losses can impact your mental well-being and lead to poor decision-making. It is crucial to maintain a disciplined approach and manage stress effectively.

#### 10. No Guarantees

There are no guarantees of profit in Forex trading. Past performance is not indicative of future results, and there is a substantial risk of loss. You should only trade with funds you can afford to lose and seek independent financial advice if necessary.

## 11. Responsibility

You are responsible for understanding the risks involved in Forex trading and for making informed decisions. PDynamics provides educational resources and support, but it is your responsibility to conduct thorough research and understand the implications of trading.

### 12. Conclusion

By using the services of PDynamics, you acknowledge that you have read and understood this Risk Disclosure Statement and that you are aware of the significant risks involved in Forex trading. You agree to assume full responsibility for any losses incurred as a result of your trading activities.

#### **Contact Us**

If you have any questions about this Risk Disclosure Statement, please contact us at:



PDynamics LTD 29 Finsbury Circus, London, EC2M 5SQ, United Kingdom support@pdynamics.com