Risk Disclosure and Warning Notice

1. Introduction and Purpose

This document is issued by LUMIEX LTD and its affiliated entities (collectively referred to as “Lumiex” or “the Company”). Its purpose is to help clients understand the nature, scope, and level of risks involved when trading financial derivative products (Contracts for Difference — CFDs).

Lumiex operates as a multi-asset CFD broker on the MetaTrader 5 platform, offering — but not limited to — the following asset classes:

- Precious metals (gold, silver) — core product focus
- Forex (foreign exchange)
- Indices
- Commodities and Energies
- Other CFD products permitted by regional regulations

This disclosure aims to ensure that clients fully understand the features of Lumiex products, the associated risks, and their own responsibility when engaging in leveraged trading. Clients should not trade CFDs unless they fully comprehend these risks and can afford to lose their entire investment.

2. General Principles

- No capital protection or guaranteed returns.
- Leverage amplifies both profits and losses.
- CFDs involve market, credit, technical, and liquidity risks.
- Clients should only trade funds they can afford to lose.
- All trading data and timestamps follow the UTC (Coordinated Universal Time) standard.
- Lumiex does not provide investment advice or portfolio management services.
- Clients are encouraged to seek independent financial, legal, or tax advice before trading.

3. Main Risk Categories

Risk Type	Description	Impact on Clients
Leverage Risk	Leverage allows opening large positions with small margin, amplifying both profits and losses.	Clients may lose their entire capital during high volatility.
Market & Volatility Risk	CFD prices are influenced by economic, political, and global events.	Spreads may widen or execution may be delayed.
Credit / Counterparty Risk	CFDs are traded OTC, meaning clients rely on the company's solvency.	Higher counterparty risk than centralized exchanges.
Liquidity Risk	Certain assets may become illiquid during market stress.	Clients may be unable to close positions at desired prices.
Technical Risk	Hardware, software, or network issues may impact order execution.	Orders may be delayed, duplicated, or executed at different prices.
Jurisdictional Risk	Some regions restrict or prohibit CFD trading.	Clients must comply with local laws before trading.
Force Majeure	Events like natural disasters, wars, or regulatory actions beyond control.	The company is not liable for losses from such events.
Slippage	Execution price may differ from the requested price during fast markets.	Actual results may differ from expected outcomes.
Margin / Liquidation Risk	Failure to maintain margin may trigger automatic position closure.	Positions may be closed without client consent.
Tax / Third-Party Risk	Tax obligations vary; funds may be held with third-party custodians.	Clients should seek independent tax advice and acknowledge custody risk.

4. Methodology & Data Sources

- Time zone: UTC (Coordinated Universal Time)
- Data sources: institutional liquidity providers, Bloomberg, Reuters, and regulated price feeds.
- Monitoring: Real-time tracking of spread, latency, and slippage metrics.

- Internal audit: Lumiex Risk & Compliance department conducts monthly reviews of execution quality and system reliability.

5. Regional Compliance Notes

Region	Regulatory Framework	Additional Requirements
EU / UK	ESMA leverage limits; inducement restrictions.	Disclosure of average loss percentage among retail clients.
APAC	Local financial promotion rules.	Risk warnings must appear in the local language.
China (CN)	Compliance with content filtering and sensitive word control (敏感词).	No images or wording implying profit or fast wealth.
Global	Attach link to full Legal Pack (T&C, Privacy, Risk).	Educational disclosure only; not an investment solicitation.

6. Annex A — Glossary (EN / 中文)

Term	Definition	中文释义
CFD	Contract for Difference — a derivative instrument based on underlying asset prices.	差价合约
Margin	Funds required to open and maintain a trading position.	保证金
Leverage	A multiplier that amplifies both gains and losses.	杠杆
Slippage	Difference between expected and actual execution price.	滑点
Liquidity	The ease with which an asset can be bought or sold.	流动性
Force Majeure	External events beyond parties' control.	不可抗力

7. Annex B — Legal References

- Regulatory frameworks from ESMA, ASIC, FCA, and other global financial authorities.
- Industry-standard CFD disclosure practices (updated to 2025).
- Lumiex internal compliance and risk supervision procedures.