AZUL CAPITAL
CFD TRADING

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RISK DISCLOSURE

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Azul Capital

1 INTRODUCTION

We Azul Capital. want you to be fully informed about the risks associated with our products and services before you decide to invest. This risk disclosure statement is intended to help you better understand the risks involved, but it does not represent a comprehensive list of all potential risks. Before making any investment or trading decisions, you should carefully consider your financial situation, investment objectives, and risk tolerance, as well as seek advice from an independent financial advisor if necessary.

Please note that the risks associated with our products or services may vary depending on a number of factors, including market conditions, economic factors, and regulatory changes. We will make our best efforts to provide you with timely and accurate information regarding any material changes that may affect the risks associated with our products or services, but we cannot guarantee that such information will be complete or accurate.

Investing in our products or services involves risks, including but not limited to market risks, credit risks, liquidity risks, and regulatory risks. The value of your investment may rise or fall due to a variety of factors, including market conditions, economic events, and geopolitical risks. We will make our best efforts to manage these risks on your behalf, but we cannot guarantee the performance or safety of any investment.

By using our products or services, you acknowledge that you have read and understood this risk disclosure statement, and that you accept the risks associated with investing in our products or services. If you have any questions or concerns about the risks associated with our products or services, please contact us using the information provided in this policy.

2 RISK STATEMENTS WITH LEVERAGE

Trading in financial markets involves a high level of risk, including the risk of losing your entire investment. When trading on margin or using leverage, your losses may exceed your initial investment, and you could be required to deposit additional funds to maintain your position. Leverage can amplify both gains and losses, and may not be suitable for all investors.

If you use leverage or margin trading, you are essentially borrowing money to trade. This can magnify both potential profits and losses, and can result in rapid losses that can exceed your original investment. It's important to carefully consider your investment objectives, risk tolerance, and financial situation before using any leveraged products or trading on margin.

Leverage is typically expressed as a ratio, such as 10:1 or 100:1, which means that for every dollar you deposit, you can control ten or one hundred dollars of the underlying asset. While leverage can potentially increase your profits, it can also increase your losses. You should be aware that even a small movement in the market can result in a significant gain or loss when using leverage.

In addition to the risks associated with leverage, you should also be aware of the risks associated with the underlying asset or security. These risks can include market risks, credit risks, and liquidity risks, and can vary depending on the specific asset or security you are trading.

Our platform provides access to leveraged products and margin trading, and we offer educational resources and tools to help you better understand the risks involved. However, you should be aware that trading in financial markets is inherently risky, and you should not invest more than you can afford to lose.

By using our platform, you acknowledge that you have read and understood this risk statement, and that you accept the risks associated with trading in financial markets. If you have any questions or concerns about the risks associated with our products or services, please contact us using the information provided in this policy.

2.1 TECHNICAL RISKS

Our Company relies on technology to provide access to financial markets and execute trades. While we take steps to ensure the stability and security of our platform, there are inherent technical risks involved in using any online system.

These technical risks include, but are not limited to:

- Network or system failures, which can disrupt or delay access to our platform or affect the execution of trades.
- Cybersecurity threats, such as hacking, viruses, and malware, which can compromise the confidentiality, integrity, and availability of information on our platform.

- Third-party service provider failures, which can affect the performance or availability of our platform or the services we provide.
- Connectivity issues, which can prevent or delay access to our platform or the services we provide, and may be caused by factors outside of our control, such as internet service provider issues or geographic location.
- Software or hardware malfunctions, which can affect the performance or reliability of our platform or the services we provide.

We take these technical risks seriously and have implemented a range of measures to help mitigate them, including:

- Continuous monitoring and testing of our platform and systems to identify and address vulnerabilities and performance issues.
- Implementation of security controls, such as firewalls, encryption, and multi-factor authentication, to protect against cybersecurity threats.
- Establishment of redundant systems and backup procedures to help ensure the availability and continuity of our services.
- Collaboration with third-party service providers who share our commitment to security and reliability.
- Provision of educational resources and support to help users understand and address technical risks.

However, it's important to recognize that technical risks are inherent in any online system and cannot be completely eliminated. By using our platform, you acknowledge and accept these technical risks, and understand that we cannot guarantee the uninterrupted or error-free operation of our platform or the services we provide.
If you have any questions or concerns about the technical risks associated with our platform or services, please contact us using the information provided in this policy.

2.2 TRADING PLATFORM RISK

Our trading platform is designed to provide access to financial markets and execute trades. While we take steps to ensure the stability and security of our platform, there are inherent risks involved in trading financial instruments, which can result in financial loss.

These trading risks include, but are not limited to:

- Market volatility, which can cause rapid price movements and increase the risk of losses.
- Counterparty risk, which is the risk of financial loss resulting from the default of another party in a transaction.
- Liquidity risk, which is the risk that a financial instrument cannot be bought or sold quickly enough to prevent or minimize a loss.
- Regulatory risk, which is the risk of financial loss resulting from changes in laws, regulations, or policies that affect financial markets or instruments.
- Operational risk, which is the risk of financial loss resulting from human error, system failures, or other internal factors.

We provide tools and resources to help our clients manage these risks, including:

- Risk management features, such as stop loss orders, to help limit potential losses.
- Educational resources, such as tutorials and webinars, to help clients understand the risks associated with trading financial instruments.
- Access to market analysis and research to help inform trading decisions.

However, it's important to recognize that trading financial instruments carries inherent risks, and that it's possible to lose more than the initial investment. By using our trading platform, you acknowledge and accept these trading risks and understand that we cannot guarantee profits or prevent losses.

If you have any questions or concerns about the trading risks associated with our platform or services, please contact us using the information provided in this policy

2.3 EXPOSURE TO RISK COMMUNICATION

Communication risk refers to the risks associated with the electronic transmission of information, including but not limited to email, SMS, instant messaging, and other electronic communication methods. While we take appropriate measures to protect our electronic communications, there are inherent risks involved in using electronic communications, which can result in financial loss.
These risks include, but are not limited to:

a) Interruption, interception, or manipulation of electronic communications by unauthorized third parties.
b) Transmission errors, which can lead to incorrect or incomplete information being received or transmitted.

c) Delay or failure of electronic communications due to technical issues, such as server downtime or network connectivity problems.

We use secure communication protocols and encryption technologies to protect the confidentiality and integrity of electronic communications. However, it's important to recognize that electronic communication systems can never be completely secure, and there is always a risk that confidential information could be compromised.

To help manage communication risks, we provide the following measures:

a) Use of secure electronic communication methods, including secure email and instant messaging.
b) Implementation of strict procedures and controls to ensure the secure transmission of information.
c) Regular monitoring and assessment of our electronic communication systems to identify and address potential vulnerabilities.

We also recommend that clients take appropriate measures to protect their own electronic communication devices, such as using anti-virus software and firewalls, and not sharing login credentials with anyone.

By using our electronic communication systems, you acknowledge and accept these communication risks and understand that we cannot guarantee the security or confidentiality of electronic communications. If you have any questions or concerns about the communication risks associated with our services, please contact us using the information provided in this policy.

2.4 LIQUIDITY RISK

Liquidity risk refers to the risk that a financial instrument cannot be sold or bought on the market quickly enough to prevent a loss or to meet financial obligations. Our trading services involve financial instruments that are subject to liquidity risk, and it's important for clients to understand this risk before trading.

The following factors can contribute to liquidity risk:

a) Market conditions: Liquidity can be affected by changes in market conditions, such as increased volatility, reduced trading volumes, and market disruptions.
b) Trading hours: Some financial markets may be open only during specific trading hours, which can limit the ability to buy or sell financial instruments at desired times.
c) Size of the trade: Large trades may be difficult to execute, and may have a greater impact on the market, affecting the liquidity of the financial instrument.

d) Financial instrument type: Certain financial instruments, such as options, may be less liquid than other types of financial instruments, which can impact their ability to be bought or sold on the market.

We manage liquidity risk by:

a) Monitoring market conditions and trading volumes to ensure that there is sufficient liquidity to execute client trades.
b) Limiting the maximum trade size to avoid negatively impacting the market.
c) Providing clients with access to multiple liquidity providers to increase the probability of executing a trade at the desired price.

It's important for clients to be aware of the potential for liquidity risk and to consider this when making trading decisions. Clients should also consider the size of their positions relative to the liquidity of the financial instrument to ensure that they can exit their positions in a timely manner.
By trading with our services, clients acknowledge and accept the risk of liquidity and understand that we cannot guarantee the ability to execute trades at desired prices or times. If you have any questions or concerns about liquidity risk, please contact us using the information provided in this policy.

3 COMMISSION AND TAX RISK

Before you start trading, it's important to understand all the commissions and charges that you may be responsible for. Some charges may not be expressed in monetary terms but as a percentage of the contract value. Make sure you understand the actual monetary value of the charges.

Please be aware that your trades in financial instruments, including derivatives, may be subject to taxes or duties due to changes in legislation or your personal circumstances. The Company cannot guarantee that no taxes or duties will be owed. It's your responsibility to pay any taxes or duties that may arise from your trades.

You are also responsible for managing your own tax and legal obligations, such as making regulatory filings and payments and complying with applicable laws and regulations. We do not offer tax, legal, or regulatory advice. If you are unsure about the tax treatment or liabilities of any investment products offered by us, we recommend that you seek independent advice.