



REQUEST FOR CHANGING CATEGORIZATION FROM A RETAIL CLIENT TO A PROFESSIONAL CLIENT

from _____, Personal No. _____, ID card № _____, issued on _____ by Ministry of IA _____, address _____

I have been notified by Finex Ltd. for my initial categorization as a retail client. In view of the possibility of changing this classification, **subject to certain conditions and on my own initiative**, I hereby request to be treated by Finex Ltd. as a professional client (please tick one of the two options):

I. I WOULD LIKE TO BE TREATED AS A PROFESSIONAL CLIENT:

- with respect to all transactions, investment products and investment services;
- for a particular type of investment services or transactions or with respect to a specific type of investment product (please describe them in the most detailed and comprehensive way if you have selected this option):
.....
.....
.....

II. I HEREBY DECLARE THAT:

- I have the necessary knowledge in the field of trading in financial instruments on margin, to make my own investment decisions, understand the risks associated with them and be able to bear these risks.
- I meet the following criteria as set out in the Annex to § 1 (10) of the Markets in Financial Instruments Act (respectively Annex II to Directive 2014/65 / EC of the European Parliament and of the Council of 15 May 2014 on markets in financial instruments and amending Directive 2002/92 / EC and Directive 2011/61 / EU - MiFID II),

I meet at least two of the following conditions, namely (in order to be eligible for re-categorization, you must note at least two of the following criteria):

- in the past year, I have, on average, concluded 10 substantial transactions on the OTC market per quarter;
- my investment portfolio, which includes financial instruments and cash deposits, is worth more than the BGN equivalent of EUR 500,000;
- I have been working/have worked in the financial sector for at least one year in a position requiring knowledge of the relevant transactions or services.

Warning! With respect to the request hereto, Finex Ltd hereby warns you that in case you are categorized as a professional client, you will not be afforded the high level of protection that is provided



to retail clients in the provision of investment services and the performance of activities by the investment firm.

- I agree and understand that Finex Ltd will not have the obligation to provide me information intended for retail clients regarding the investment services and my investments;
- I want and I agree not to take advantage of the limited leverage levels imposed by the European Securities and Markets Authority (ESMA), which could result in losses greater than the money originally invested by me;
- I responsibly declare to Finex Ltd that I am aware of and completely understand the risks associated with my investment decisions and that I have the financial means to bear all the investment risks and possible losses in relation to my investment goals;
- I have been notified and I agree that Finex Ltd will not be required to consider the total value of the trade as the most important factor for achieving the best execution as per its Client Order Execution Policy;
- I have been notified and agree that Finex Ltd has the right not to comply with the change of categorization I have requested, even in cases when I am convinced that I meet the criteria and conditions for doing so;
- I have been notified and agree that Finex Ltd is entitled to provide me with the regular trade reports less frequently than the retail clients;
- I have been duly informed that at any time I have the right to request to be treated as a retail client for any or all of the services provided by Finex Ltd that fall within the scope of the MFIs in order to be afforded a higher level of protection. I know that according to Directive 2014/65/EU: "It is the responsibility of the Client, considered to be a Professional Client, to ask for a higher level of protection when he/she/they deem(s) he/she/they is/are unable to properly assess or manage the risks involved."
- I hereby declare that I have been made aware by Finex Ltd of the above warning and of all the associated risks and I accept that if I am categorized as a professional client I will not be afforded the high level of protection provided to retail clients for the provision of investment services and the performance of activities by the investment firm, nor will I have the right to compensation from the Investor Compensation Fund¹.

I am aware that it is **my obligation**² to inform Finex Ltd of any change in the data that served as a basis for my categorization as a professional client and that Finex Ltd may request additional information and/or documents in connection with my categorization as a professional client.

Date: _____

Client: _____

/signature/

¹ ICF: <http://sfund-bg.com/>

² According to DIRECTIVE 2014/65/EU: "It is the responsibility of the Client, considered to be a Professional Client to inform the investment firm of any change that might affect their current categorization, however if the investment firm becomes aware that the client no longer fulfills the initial conditions under which he/she/they were approved for professional treatment, the investment firm shall take appropriate action."



On the grounds of the information provided by the Client (Full name:
Contract No-), based on the written request submitted by him/her/them, (Date of request:
.....) to be categorized as a professional client and following the requirements of the regulatory
procedure³,

Finex Ltd **assumes** that:

1. The Client **can be** categorized as a Professional Client (to be completed by Finex Ltd):

- In general** with respect to **all** investment services and activities, transactions and investment products;
- For a particular type of** investment services or transactions or with respect to a specific type of transactions or investment product as follows:

.....
.....

2. The Client **cannot be** categorized as a Professional Client for the following reasons (to be completed by Finex Ltd):

.....
.....

Date:

For Finex Ltd:

For the Client:

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.....

(signature and name)

(signature, name, position)

Verified by Finex Ltd:
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(signature, name, position, date of verification)

³ Procedure in accordance with Directive 2014/65/EU:

- clients must state in writing to the Company that they wish to be treated as professional clients, either in general or in respect of a particular investment service or transaction, or type of transaction or product,
- the investment firm must give them a clear written warning of the protections and investor compensation rights they may lose,;
- clients must state in writing, in a separate document from the contract, that they are aware of the consequences of losing such protections.