Risk Disclosure Warning

Key Risks of Trading Leveraged Derivatives

Milele Prime Ltd · Effective: August 2026

1. Purpose

This Risk Disclosure Warning is issued by Milele Prime Ltd (the "Company") and forms part of the Client Agreement. It summarizes key risks of trading over-the-counter leveraged derivatives, including CFDs on currencies, metals, energies, indices, shares and digital assets. It cannot describe every risk. By opening an account and trading, you confirm that you have read and understood this document, that you accept these risks in full, and that you are willing and financially able to bear them.

Trading leveraged derivatives is highly speculative, carries a high level of risk, and is not suitable for all investors. You should not trade unless you fully understand these products and can afford to lose the entire amount you commit, and, where applicable, further amounts. If you are in any doubt, you should seek independent professional advice before trading. The Company does not provide advice and will not assess whether trading is suitable for you.

2. Leverage and Loss of Capital

Leverage magnifies both gains and losses. A small adverse price movement can eliminate your margin rapidly and result in the loss of your entire account balance in a short period, including within minutes. In extreme market conditions your losses could exceed your available funds. The Company provides negative balance protection: where your balance becomes negative as a result of trading activity, it will be adjusted to zero and you will not owe the deficit, unless the negative balance arises from prohibited trading practices, abuse of the protection, fraud, or a breach of the Client Agreement. Automatic close-out mechanisms operate on a best-efforts basis only and do not guarantee that losses will be limited to any level.

3. Market, Volatility and Gapping Risk

Prices of underlying markets can move sharply and unpredictably in response to economic data, geopolitical events, central bank actions, liquidity conditions and sentiment. Markets may "gap": prices may jump from one level to another without trading at intermediate levels, particularly over weekends, market closures and news releases. Orders, including stop losses, are not guaranteed and may be executed at prices materially worse than requested, or not at all. Digital asset CFDs are exposed to extreme volatility, thin liquidity, exchange outages, forks and regulatory intervention, and may lose most or all of their value abruptly.

4. Over-the-Counter and Counterparty Risk

The Products are not traded on an exchange and are not cleared through a central counterparty. Each transaction is a private contract between you and the Company as principal: prices are set by the Company, positions can be opened and closed only with the Company, and your ability to realize value depends on the Company's continued performance. In the event of the Company's insolvency, you may rank as an unsecured creditor and may not recover your funds in full or at all. You may have no or limited recourse to any statutory compensation or investor protection scheme, depending on applicable law.

5. No Ownership of Underlying Assets

CFDs are cash-settled contracts referencing price movements. You never own, and have no right to delivery of, any underlying share, currency, commodity or digital asset, and have no shareholder, voting or dividend rights. Corporate actions on underlying instruments may lead to adjustments to your positions determined by the Company.

6. Costs, Overnight Charges and Currency Risk

Spreads, commissions, swap or rollover charges, conversion charges and other fees reduce your returns and can exceed gains, particularly on positions held overnight or over extended periods. Charges may change at any time. Where you trade instruments denominated in a currency other than your account currency, exchange-rate movements create additional gains or losses and conversion costs.

7. Technology and Operational Risk

Trading depends on the continuous functioning of trading platforms, data feeds, telecommunications and your own equipment and connectivity. Outages, latency, errors, cyber incidents and maintenance can prevent you from placing, modifying or closing orders and from monitoring positions, and quoted data may be delayed or erroneous. You bear the risks of electronic trading, of using automated strategies, expert advisors and copy-trading features, and of any failure of your own systems or internet connection.

8. Legal, Regulatory and Tax Risk

The regulatory treatment of derivatives and digital assets varies by jurisdiction and may change, including with retroactive effect, potentially restricting your ability to trade or the Company's ability to serve you. It is your responsibility to ensure that trading is lawful in your jurisdiction. The tax treatment of trading depends on your individual circumstances and may change; you are solely responsible for your tax obligations, and the Company provides no tax advice.

9. No Advice; Past Performance

Any market information, analysis, signal, education or tool provided by or through the Company is generic information only, may be incomplete, unverified or wrong, and is not advice or a recommendation. Past performance, simulations and forecasts are not reliable indicators of future results. You alone are responsible for your trading decisions and their outcomes, and the Company shall have no liability for any reliance you place on any information or on any third party, including introducers and signal or strategy providers.

10. Acknowledgment

By trading with the Company you acknowledge that you have read, understood and accepted this Risk Disclosure Warning, the Client Agreement and the Order Execution Policy; that you accept sole responsibility for all trading decisions and outcomes; and that you accept that the Company's liability is limited as set out in the Client Agreement.