

## **Risk Disclosure Notice**

Issued by BlueOakAssets

This notice is provided in accordance with relevant Markets in Financial Instruments legislation and pertains to financial instruments, including derivatives, with which BlueOakAssets operates (hereinafter referred to as the “Financial Instruments”).

This document does not disclose or explain all the risks associated with financial instruments but aims to outline, in general terms, the key risks involved in dealing with such investments. It is intended to help you make informed investment decisions.

### **General Risk Warnings**

#### **1. Client Suitability**

Clients should not engage with BlueOak Assets’ Trust Management Services unless they fully understand the risks involved with each Financial Instrument. Before registering an account or making any deposit, clients should evaluate whether investing in Financial Instruments is suitable for them based on their personal financial situation and investment goals.

#### **2. Capital is Not Guaranteed**

BlueOak Assets does not and cannot guarantee the initial capital invested by clients or the value of any portfolio at any point. All investments carry risk, including the possibility of losing the entire investment.

#### **3. Market Fluctuations**

Clients must acknowledge that, regardless of any insights or analysis provided by BlueOak Assets, the value of financial instruments can rise or fall. In some cases, investments may become entirely worthless.

#### **4. Client Responsibility**

By investing, the client accepts full responsibility for any losses or damages resulting from the purchase or sale of Financial Instruments through BlueOak Assets.

#### **5. Historical Performance is Not Indicative of Future Results**

Any reference to past performance is for informational purposes only and should not be taken as a guarantee of future performance. Historical data does not ensure future returns.

## 6. Liquidity Risks

Certain Financial Instruments may not be immediately liquid due to low demand or market conditions. In such cases, BlueOak Assets may be unable to sell these instruments or obtain reliable pricing or risk data. As a result, clients may incur substantial losses, including the entire capital invested.

## 7. Derivative Instruments Risk

Derivative Financial Instruments (e.g., options, futures, forwards, swaps, contracts for difference) traded by BlueOak Assets are often non-deliverable spot transactions, offering potential profits from fluctuations in prices of currencies, commodities, indices, or shares.

However, these instruments can also lead to total loss of invested capital, and may include additional costs such as commissions and fees. Clients should only invest in such instruments if they are prepared to fully accept these risks.

## 8. Execution Risks During Volatility

Under certain market conditions, it may be difficult or impossible to execute orders at the desired price. Clients should be aware that significant losses may occur during such periods of volatility.

## 9. Stop Loss Limitations

Stop Loss Orders are designed to limit losses. However, in rapidly moving markets, execution may occur at a worse price than specified. Consequently, actual losses may exceed expectations.

## 10. Conflicts of Interest

Banks or brokers that BlueOak Assets uses to execute transactions may also be active in the same market on their own behalf. Their actions could potentially conflict with the interests of BlueOak Assets and its clients, resulting in potential financial losses.

## 11. Counterparty & Insolvency Risk

In the event of insolvency of BlueOak Assets, or that of a bank or broker used by the company, there is a risk of losing the entirety of the client's invested funds. Clients acknowledge this as a fundamental risk of financial markets.

## 12. Hedging Strategies Without Leverage

Engaging in trading through hedging strategies without leverage, although potentially effective in some cases, does not eliminate the inherent risks involved in currency or securities trading. Risk of loss remains.

### 13. Taxation and Legal Duties

There is a possibility that trades executed by BlueOak Assets in Financial Instruments may be subject to taxes, levies, or duties, especially if there are changes in laws or the client's personal tax situation. BlueOak Assets makes no guarantees regarding the tax-free status of any transactions. Clients are solely responsible for ensuring compliance with all tax obligations arising from trades conducted on their behalf.

### 14. Leverage and Gearing Risks

Investing in certain Financial Instruments with leverage (gearing) can greatly increase both potential gains and losses. These instruments, often derivatives, may require only a small margin deposit relative to the full contract size. As a result, even a minor adverse movement in the underlying asset can lead to a total loss of the client's capital and possible additional costs.

Clients must fully understand and accept the implications of leverage before engaging in such investments with BlueOak Assets.

### 15. Off-Exchange Transactions

Some transactions may not take place on a regulated investment exchange, potentially exposing BlueOak Assets and its clients to additional risks. Such trades are governed solely by the counterparty's terms. In some cases, BlueOak Assets may only be able to close a position during limited exchange hours or may need to close positions with the same counterparty, potentially affecting timing and liquidity.

### 16. No Investment Advice Provided

BlueOak Assets does not provide investment advice or specific recommendations regarding any financial instruments or strategies. All decisions regarding investments must be made independently by the client, based on their own judgment or professional advice from a qualified financial advisor.

### 17. Segregated Accounts and Force Majeure

BlueOak Assets may be required by regulation to hold client funds in segregated accounts, separate from both the company's own capital and those of other clients. However, this

does not guarantee absolute protection of client funds in the event of unforeseen or force majeure circumstances. Clients should be aware that, under extreme conditions, such protections may be limited.

### **Important Final Note**

This Risk Disclosure Notice is intended to provide clients with general information about potential risks associated with trading and investing through BlueOak Assets. It does not cover every possible scenario or financial instrument offered by the company. Clients are encouraged to consult with a licensed financial advisor before making investment decisions.

BlueOak Assets reserves the right to revise or update this Risk Disclosure at any time, at its sole discretion, in response to evolving regulatory or market conditions.

Please note that this Risk Disclosure is not part of our Terms and Conditions of Business and does not impose any contractual obligations beyond those already established by law or agreed to in other documents.