

RISK NOTICE



This Risk Notification Document is submitted to you in accordance with Article 50 paragraph (2) Law No. 32 of 1997 concerning Commodity Futures Trading as amended by Act Number 10 of 2011 concerning Amendment to Law Number 32 of 1997 concerning Commodity Futures Trading.

The purpose of this document is to notify that the possibility of loss or gain in trading Derivative Contracts in the Alternative Trading System can reach a very large amount. Therefore, you must be careful in deciding to make a transaction, whether your financial condition is sufficient.

a. Trading Derivative Contracts in Alternative Trading Systems may not be appropriate for all investors.

You can suffer large amounts of losses in a short period of time. The amount of money loss is possible to exceed the amount of money you first deposited (Initial Margin) to your Futures Broker. You may suffer losses from all of the additional Margin and Margin placed on the Futures Broker to maintain the position of the Derivative Contract in your Alternative Trading System. This is due to the fact that Futures Trading is strongly influenced by leverage mechanisms, where investments with a relatively small amount can be used to open positions with assets of much higher value. If you are not prepared for this risk, you should not trade Derivative Contracts in the Alternative Trading System.

b. Derivative Contract Trading in the Alternative Trading System carries risks and has the possibility of unlimited losses that are far greater than the amount of money deposited (Margin) to the Futures Broker.

Derivative contracts in the Alternative Trading System are the same as other financial products that have a high risk, you should not put risks on funds that you are not prepared to suffer losses, such as retirement savings, health funds or funds for emergencies, funds provided for education or ownership houses, funds obtained from education loans or pawn, or funds used to meet daily needs.

c. Be wary of statements that you will definitely benefit greatly from trading Derivative Contracts in the Alternative Trading System.

Although trading a Derivative Contract in the Alternative Trading System can provide large and fast profits, it is uncertain, it can even cause large and fast losses as well. Like other financial products, there is no such thing as "sure profit".

d. Due to the leverage mechanism and the nature of the Derivative Contract transaction in the Alternative Trading System, you can feel the impact that you suffer losses in a short time.

Any gains or losses in the transaction will be directly credited or debited to your account, no later than daily. If movements in the market for a Derivative Contract in the Alternative Trading System decrease the value of your position in the Derivative Contract in the Alternative Trading System, in other words contrary to the position you took, you are required to add funds to fulfill Margin obligations to the Futures Broker. If your account is below the minimum margin set by the Futures Clearing House, then your position can be liquidated at the time of loss, and you must settle the deficit (if any) in your account.

e. When the market is under certain circumstances, you may find it difficult or impossible to liquidate a position.

In general, you must make a transaction to take a position opposite to the intention of liquidating a position (offset) if you want to liquidate a position in a Derivative Contract in the Alternative Trading System. If you cannot liquidate a Derivative Contract position in the Alternative Trading System, you cannot realize a profit on the value of that position or prevent a higher loss. Possibilities of not being able to liquidate can occur, among others: if trading stops due to unusual trading activities on a Derivative Contract or subject to a Derivative Contract, or there is a system breakdown at the Alternate Trading System Participant Futures Brokers or the Alternative Trading System Futures Traders. Even if you can liquidate the position, you may be forced to do it at a price that causes a large loss.

- f. At a time when the market is in certain circumstances, you may find it difficult or impossible to manage the risk of open positions of Derivative Contracts in the Alternative Trading System by opening positions with the same value but with opposite positions in different month contracts, in different markets or in "Subjects of Derivative Contracts in Alternative Trading Systems" are different.**

possibility of not being able to take a position in order to limit the risks that arise, for example; if trading is stopped on a different market due to unusual trading activities in the Derivative Contract in the Alternative Trading System or "Derivative Contract in the Alternative Trading System".

- f. You can suffer losses due to information system failure.**

As happens in every financial transaction, you can suffer losses if the mandate to carry out the Derivative Contract transaction in the Alternative Trading System cannot be carried out due to the failure of the information system on the Futures Exchange, the Trader of the Alternative Trading System as well as the system at the Futures Broker Participating in the Alternative Trading System that manages your position. Your losses will be even greater if the Futures Brokers who manage your position do not have a proper backup information system or procedures.

- h. All Derivative Contracts in the Alternative Trading System carry risks, and no trading strategy can guarantee to eliminate those risks..**

Strategies using a combination of positions such as spreads can be as risky as long or short positions. Making Futures Trading requires knowledge of Derivative Contracts in Alternative Trading Systems and futures markets.

- i. Daily trading strategies in Derivative Contracts in Alternative Trading Systems and other products carry special risks.**

As with other financial products, those who want to buy or sell Derivative Contracts in the same Alternative Trading System in one day to benefit from price changes on that day ("day traders") will have certain risks, including a large commission amount, the risk of being exposed to a leverage effect ("exposure to leverage"), and competition with professional traders. You must understand these risks and have sufficient experience before making daily trades ("day trading").

- j. Establishing a conditional mandate, Derivative Contracts in the Alternative Trading System are liquidated under certain circumstances to limit loss (stop loss), may not be able to limit your losses to a certain amount.**

The conditional mandate may not be carried out due to market conditions that do not allow liquidation of Derivative Contracts in the Alternative Trading System

- j. You must read carefully and understand the Trust Agreement with your Futures Broker before entering into a Derivative Contract transaction in the Alternative Trading System.**

- k. This brief statement cannot contain in detail all the risks or other important aspects of futures trading. Therefore you should study the activities of Futures Trading carefully before deciding to make a transaction.**

- l. This Risk Disclosure Notification document was prepared in Indonesian.**