AXON
MARKETS

High Volatility Trading Conditions and Prohibited Trading Practises Policy

AXON MARKETS LTD

This Policy is issued pursuant to, and forms an integral part of, the CLIENT AGREEMENT (the "Agreement") between AXON MARKETS LTD (the "Company") and their Partners and clients (**Relevant Party)** identified below. Together with the Agreement, and as configured in the Partner's and Client's account within the Axon IB (the "Portal"), this Commercial Sheet sets out the commercial terms applicable to the Relevant Party.

This Commercial Sheet is made available to the Relevant Parties via the Portal upon acceptance of the Agreement. Where the Company requires physical or advanced electronic signature of this Agreement, the signature block at the end of this document applies; otherwise, the Relevant Partis electronic acceptance of the Agreement within the Portal extends to, and confirms acceptance of, the commercial terms set out in this Commercial Sheet.

In the event of any inconsistency between this Commercial Sheet and the configuration of the Partner's account within the Portal, the Portal configuration shall prevail unless this Commercial Sheet has been separately signed by both Parties, in which case the signed version shall prevail.

1. Purpose

This policy sets out the circumstances under which Axon Markets ("the Company," "we," "us," "our") may adjust trading conditions offered to relevant parties, including but not limited to spreads, leverage, margin requirements, swap/rollover rates, execution methods, and applicable fees, during periods of high market volatility or abnormal market conditions, it also sets out the prohibited trading practises. This policy forms part of the Company's Terms and Conditions and Client Agreement and should be read in conjunction with those documents.

2. Scope

This policy applies to all trading accounts, instruments, and asset classes offered by the Company, including but not limited to foreign exchange (FX), contracts for difference (CFDs), commodities, indices, and any other financial instruments made available through the Company's trading platform(s).

3. Rationale

Financial markets can, at times, experience periods of extreme volatility, reduced liquidity, or disorderly trading conditions arising from events including, but not limited to:

- Major macroeconomic data releases (e.g., central bank interest rate decisions, non-farm payrolls, inflation data)
- Geopolitical events, armed conflict, or acts of terrorism
- Natural disasters or force majeure events
- Market open/close periods, holidays, and low-liquidity trading sessions
- Technical disruptions, outages, or failures affecting liquidity providers, exchanges, or the Company's own systems

- Unexpected political announcements, referenda, or elections
- Extreme price gaps, flash crashes, or abnormal trading activity
- Any other event that materially affects liquidity, pricing, or the orderly functioning of the market

During such periods, the cost to the Company of sourcing liquidity and maintaining orderly pricing may increase substantially and unpredictably. This policy allows the Company to manage the resulting risk in a manner intended to protect the integrity of its pricing and the stability of the trading environment for all clients.

4. Company's Right to Adjust Trading Conditions

The Company reserves the right, at its sole and absolute discretion, and without prior notice, to adjust one or more of the following trading conditions in relation to any or all instruments during periods of high volatility or abnormal market conditions as reasonably determined by the Company:

4.1 Spreads

Bid/offer spreads on any instrument may be widened beyond standard levels to reflect increased costs of liquidity and pricing risk.

4.2 Leverage

Maximum available leverage on any instrument or account may be reduced, and/or margin requirements may be increased, at any time and without prior notice.

4.3 Swap/Rollover Rates

Overnight financing (swap) rates applied to positions held open may be adjusted, including outside of standard rate review schedules.

4.4 Execution

The Company may, where necessary, alter execution methods, apply additional slippage tolerances, requote, or move to a manual pricing/execution basis for some or all instruments.

4.5 Fees and Commissions

Trading commissions and any other applicable service fees may be temporarily adjusted.

4.6 Trading Availability

The Company may, where reasonably necessary, restrict, suspend, or limit trading (including opening new positions) in specific instruments, impose "close-only" mode, or restrict order types (e.g., market orders, stop/limit orders).

4.7 Quoted Prices

Quoted prices may deviate from prices available in the underlying market to reflect prevailing liquidity conditions.

5. Basis for Adjustments

Any adjustment made under this policy will be made by the Company acting in good faith and in a manner, it considers commercially reasonable in the prevailing circumstances, having regard to:

- Pricing and liquidity conditions received from the Company's liquidity providers
- The need to maintain orderly markets and manage risk exposure
- Applicable regulatory obligations
- The fair treatment of clients generally

6. PROHIBITED TRADING PRACTICES

6.1 High-Frequency Trading

6.1.1 The Relevant Parties acknowledge and agree that engaging in high-frequency trading, defined as opening and closing positions within a period of fewer than three minutes, is not permitted under this Agreement.

6.1.2 The Company does not provide Revenue Share or other incentives for high-frequency trading activity.

6.1.3 The Relevant Parties understand that any violation of this Clause 6.1 may result in account review and corrective action, including without limitation the removal of profits, closure of positions, and suspension or termination of the relevant account at the Company's discretion.

6.2 Hedging

6.2.1 The Partners and Clients acknowledge and agree that hedging, defined as the opening of multiple positions in opposite directions, in one or multiple accounts on the same instrument to mitigate potential losses, is strictly prohibited on the Company's platform.

6.2.2 Hedging, while commonly used to reduce risk, can lead to abusive trading practices and compromise the integrity of the Company's trading environment.

6.2.3 The Partners and Clients shall refrain from engaging in any hedging activity. Any account found to be participating in hedging will be subject to immediate review, and the Company reserves the right to take corrective action, including without limitation the removal of profits, closure of positions, and suspension or termination of the account.

6.3 Scalping

6.3.1 The Partners and Clients acknowledge and agree that scalping, defined as the making of numerous trades over a short period to capture small price movements, is not permitted on the Company's platform.

6.3.2 Scalping can create excessive order traffic and potentially distort market pricing.

6.3.3 The Partners and Clients shall not engage in, or permit Introduced Clients to engage in, any scalping activity. Accounts engaging in scalping will be reviewed, and the Company reserves the right to take necessary corrective action, including without limitation the removal of profits, closure of positions, and suspension or termination of the account.

6.3.4 The Client and the Partner (each, a "**Relevant Party**") each acknowledge and agree that any trading practice prohibited under this Clause 6, and any other trading activity that the Company determines, in its sole discretion, to be abusive (including, without limitation, high-frequency trading, hedging, scalping, risk-free trading, arbitrage trading, or any combination thereof) (together, "**Abusive Trading Activity**"), whether carried out directly or indirectly by a Relevant Party, or by any Client introduced by a Partner, shall entitle the Company, at its discretion and without liability to any Relevant Party, to take any one or more of the following actions:

(a) in respect of a Partner, withhold, reverse or cancel any commission otherwise payable in respect of the affected trading activity, including any commission already paid;

(b) in respect of a client, cancel or reverse any affected trades, adjust or void any profits derived from the Abusive Trading Activity, and recover any such amounts from the Client's account;

(c) restrict, suspend or close any trading account or partner account of the Relevant Party concerned; and

(d) terminate this Agreement with the Relevant Party concerned for cause in accordance with Clause

7. Client Acknowledgment and Responsibility

By opening and maintaining a trading account with the Company, clients acknowledge and agree that:

- Trading leveraged products carries a high level of risk, and this risk is amplified during periods of high volatility
- Trading conditions, including spreads, leverage, and margin requirements, are not fixed and may change without prior notice as described in this policy
- It is the client's responsibility to monitor their open positions, margin levels, and account equity, particularly around scheduled high-impact news events and during known periods of market uncertainty
- The Company is not liable for losses arising from changes to trading conditions made in accordance with this policy, save where such liability cannot be excluded under applicable law or regulation

8. Amendments to This Policy

The Company reserves the right to amend, update, or replace this policy at any time. The most current version will be made available on the Company's website and/or client portal. Continued use of the Company's services following any such update constitutes acceptance of the revised policy. This Agreement is executed in the English language. Any translation of this Agreement into another language is provided for convenience only. In the event of any conflict, inconsistency or discrepancy between the English version of this Agreement and any version in another language, the English version shall prevail and govern in all respects.