

HF Markets (SV) Ltd

KATANA

TERMS AND CONDITIONS

KATANA Terms and Conditions

KATANA (hereinafter referred to as the “Account”) offers monetary and trading service rewards to qualifying Clients of HF Markets (SV) Ltd (hereinafter referred to as the “Company” or “HFM”).

1. Introduction

- 1.1. The Account is available to all Clients of the Company who have satisfied the Criteria as set out in this Account’s Terms and Conditions.
- 1.2. This Account is available to Company’s Clients that:
 - a) Have approved wallet (partial or full).
 - b) Are eligible for the KATANA Account.
 - c) Have reached the age of 18 or the legal age applied in his country of residence or must not be otherwise considered as a ‘minor’ in his country of residence;
 - d) Have accepted the Terms and Conditions of this Account;

2. Terms and Conditions

- 2.1. This Account type is available to both Existing and New Clients.
- 2.2. The Client must deposit a minimum of 500 USD into their Account, or the equivalent amount in another currency.
- 2.3. Upon creation of a new account, an initial transfer meeting the required minimum deposit amount must be completed. Following the successful completion of this initial transfer, no minimum amount restrictions shall apply to subsequent transfers, which will follow the standard transfer process with an editable amount field.
- 2.4. In the event that there are open positions in this Account, the Client may withdraw or transfer funds out of the account provided that the minimum required deposit (minimum equity level) is maintained at all times, irrespective of the applied leverage. The Client shall not be permitted to withdraw the minimum required deposit amount while any position remains open.
- 2.5. The Account may offer unlimited leverage. The Company reserves the right to set and adjust leverage levels at its sole discretion.

2.6. Purpose and Good Faith use:

The KATANA Account, including any unlimited or enhanced leverage features, is provided exclusively for genuine trading activity conducted in good faith and consistent with normal market risk. Any conduct, strategy, or pattern of trading designed to exploit the leverage framework, margin mechanics, stop-out structure, execution environment, pricing conditions, or market events in order to generate risk-free, near risk-free, or abusive outcomes shall constitute a material breach of these Terms and Conditions. The Company shall assess compliance of the KATANA Account at its sole and absolute discretion.

2.7. Dynamic Leverage System:

The Client shall be subject to the Company's Dynamic Leverage System, under which specific maximum position limits shall apply per asset class while KATANA Leverage is available. Under KATANA Leverage, the Client may open positions up to the following limits per asset class and symbol:

KATANA Leverage Maximum Position Limits

- Forex: up to 5 Lots
- Metals: up to 5 Lots
- XAUUSD247: up to 0.1 Lots
- Indices: up to 5 Lots
- Energies: up to 5 Lots

Cryptocurrencies:

- BTCUSD: up to 1 lot
- ETHUSD: up to 50 lots
- XRPUSD: up to 5 lots

The above limits apply independently per asset class or symbol, meaning that the Client may hold positions up to the specified lot limits under KATANA Leverage for each asset class simultaneously.

Once the above limits are exceeded, any additional positions opened by the Client shall be subject to the Dynamic Leverage System, whereby the applicable leverage for such new positions will be determined based on the equity of the Client's Account, in accordance with the

Company's Terms and Conditions.

The Client shall not be permitted to modify or adjust the leverage settings of the KATANA Account.

2.8. The Client account is subject to a 0% stop-out level, with a margin call threshold of 20%.

2.9. The Client may open hedged positions without any margin requirement.

2.10. **Prohibited Trading Conduct:**

The KATANA Account is intended solely for genuine leveraged trading in which meaningful market risk is assumed. The Account must be used in good faith and in accordance with responsible risk management practices.

Any conduct, strategy, or pattern of trading designed to eliminate, materially reduce, or artificially manipulate market risk, or to exploit the Company's trading conditions, leverage framework, margin mechanics, pricing environment, execution structure, or risk management systems, shall constitute prohibited trading activity.

Without limitation, the following practices are strictly prohibited:

- Opening offsetting, correlated, or opposing positions designed to create guaranteed or near-guaranteed outcomes.
- Closing one leg of a hedged position immediately before or during high-impact market events, including economic announcements, market openings or closures, weekends, holidays, low-liquidity periods, or periods of widened spreads.
- Hedging across multiple accounts within the Company or across accounts held with other brokers.
- Coordinated trading between related parties, connected accounts, or the use of third parties to facilitate risk-eliminating or risk-mitigating arrangements.
- Using unlimited or enhanced leverage to materially reduce or eliminate genuine market risk.
- Deploying substantially all available equity, margin, or account balance into highly concentrated or "all-in" trading strategies.
- Structuring positions to maximize exposure while maintaining minimal margin buffers or deliberately maintaining margin levels close to minimum requirements.
- Intentionally withdrawing, transferring, or removing available free equity, margin, or usable funds for the purpose of maximizing exposure or facilitating "all-in" trading strategies.
- Using temporary hedging, offsetting positions, or similar techniques to artificially increase effective exposure or circumvent risk controls.

- Intentionally allowing positions to reach stop-out levels or extreme drawdowns as part of a trading strategy.
- Attempting to benefit from negative balance protection, pricing corrections, system errors, risk adjustments, the 0% stop-out feature, or the Dynamic Leverage System;
- Engaging in strategies resembling gambling, binary-style speculation, or any conduct intended to exploit the Company's risk management framework.

Any trading activity which, in the Company's reasonable opinion:

- produces a risk-free or materially risk-reduced outcome;
- circumvents the intended risk structure of the KATANA Account;
- undermines the commercial integrity of the offering; or
- constitutes abusive, manipulative, opportunistic, or bad-faith conduct,

shall be considered a breach of these Terms and Conditions, regardless of whether such activity is expressly listed above.

The Company reserves the right, at its sole and absolute discretion, to determine whether any trading activity constitutes prohibited conduct.

The Company further reserves the right, at its sole and absolute discretion, to reject, suspend, or downgrade any Account that does not satisfy the applicable eligibility criteria or that the Company determines may present an increased or unacceptable level of risk.

Clients who are directly or indirectly associated with, or connected to, other Clients who have breached these Terms and Conditions may be deemed ineligible for the KATANA Account.

Furthermore, any Client who, for any reason and at the sole discretion of the Company, is considered to present a high-risk profile may be denied eligibility for the KATANA Account.

3. Acknowledgements

- 3.1. The Client hereby acknowledges, confirms and agrees to be legally bound by the Terms and Conditions as set out in this Trading Account and/or any other legally binding Agreement between him and the Company.
- 3.2. By registering and participating in the Trading Account, the Client confirms that he has read, understood and agreed to be bound by the Terms and Conditions of the Trading Account and any other Terms and Conditions of the Company that may apply.

- 3.3. The Client by participating in the Trading Account, authorizes the Company to announce interim results and their names on the Company's websites on a regular basis.
- 3.4. By claiming and accepting a prize, each winner agrees for their image and name to be used for marketing and Trading Account purposes on the Company's website (to be specified and carried out at the sole discretion of the Company).
- 3.5. The Client acknowledges and confirms that they shall accept responsibility for any taxes that may be incurred as a result of accepting a prize.
- 3.6. The Client acknowledges that trading CFDs is highly speculative and involves a substantial risk of loss of the invested capital or more than the invested capital. Trading in CFDs is not suitable for all Clients but only for those who understand and are willing to accept the financial risks involved. CFDs financial instruments may not be suitable for everyone, and Clients should ensure that they properly understand the risks involved. Clients should seek independent advice if necessary.
- 3.7. The Client acknowledges that all orders will be executed by the Company as per its Order Execution Policy, which is accessible via the Company's website under section 'Legal Documentation'.
- 3.8. The Client acknowledges that where the Company has any indication or suspicion of any form of arbitrage, abuse, fraud, manipulation, cash-back arbitrage connected to a Trading Account or any other forms of deceitful or fraudulent activity, then the Company reserves the right at its sole discretion to:
 - a) Close/ suspend all Trading Accounts the Client has with the Company either temporarily or permanently;
 - b) Void all previously credited trading bonuses from the Client's Trading Accounts with the Company;
 - c) Void all transactions carried out, including any pending orders and/or any profits or losses earned.

- 3.9. The Client acknowledges and understands that where any of the circumstances mentioned in Clause above, occur, the Company will not be liable for any consequences on the Bonus cancellation, including, but not limited to, order(s) closure by Stop Out.
- 3.10. These Terms and Conditions are made in English language. Any other language translation is provided as a convenience only. In the case of any inconsistency or discrepancy between original English texts and their translation into any other language, as the case may be, original versions of English shall prevail.

4. Dispute

- 4.1. Any dispute arising with or in connection to any of the Terms and Conditions of this Rewards shall be dealt by the Company as per the Company's Complaints Handling Policy, which is available on the Company's website.
- 4.2. All complaints must be in writing and addressed to the Customer Support Department of the Company via email at support@hfm.com. More details on the procedure which the Client must follow, the deadlines for receiving a response from the Company as well as contact details for the Company's regulatory authority can be found on the Company's website in Section "Legal Documentation".

5. Amendments

- 5.1. The Company reserves the right, at its absolute discretion, to unilaterally modify, change or terminate the Trading Account or any of the Terms and Conditions included herein, at any time without the Client's consent.

6. Termination

- 6.1. The Company reserves the right to refuse offering the Trading Account to any Client of the Company at its sole discretion without the need to provide any justification.
- 6.2. If the Company suspects and/or has any reason to believe that a Client has submitted fraudulent details and/or false identification information during the Account Opening Process and/or during the registration for the Trading Account, the Company reserves the right at its absolute discretion to disqualify the Client from this Trading Account and/or any

other contest or bonus Account or Trading Account offered by the Company.

- 6.3. If the Company suspects or has reasons to believe that any Client has abused and/or manipulated and/or breached in any way any of the Terms and Conditions of this Trading Account and/or any other Trading Account and/or contest and/or bonus Account offered by the Company and/or has not acted in good faith, the Company reserves the right at its absolute discretion to (i) void and/or withhold and/or withdraw any winning prize and/or any payment of the Prizes reached by the Client and/or (ii) completely disqualify the Client from this Trading Account and/or any other Trading Account and/or contest and/or bonus Account offered by the Company with immediate effect.
- 6.4. If the Company suspects or has any reason to believe that a Client has abused and/or manipulated any of the Terms and Conditions of this Trading Account and/or any other contest or bonus Account or Trading Account offered by the Company, by hedging his positions internally (using other trading accounts held with Company) or externally (using other trading accounts held with other brokers) and/or has not acted in good faith, the Company reserves the right, at its absolute discretion and without obtaining the Client's consent, to remove the Trading Account from the Client's Trading Account(s) or from his winning hedged Accounts and/or withdraw and/or withhold any prize and take immediate corrective action.
- 6.5. Where the Company determines, at its sole and absolute discretion, that a Client has engaged in prohibited conduct, the Company may, without prior notice, take one or more of the following actions:
- Remove or restrict unlimited leverage privileges;
 - Reduce applicable leverage levels;
 - Downgrade the Account to standard trading conditions;
 - Void, cancel, or reverse any trades, profits, credits, or benefits derived from the prohibited activity;
 - Reverse or adjust any negative balance correction;
 - Impose administrative or risk-compensation fees proportionate to the abuse;
 - Suspend, close, or permanently terminate any or all Accounts held by the Client;

- Disqualify the Client from participation in the KATANA Account.

The Company's determination of abusive, manipulative, risk-free, gambling, or bad-faith conduct shall be final and binding.

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