



ANNEXURE II: ECOEX RISK DISCLOSURE DOCUMENT

(THIS DOCUMENT SHOULD BE READ BY EACH AND EVERY PROSPECTIVE MEMBER AND THEIR CLIENTS BEFORE ENROLLING AS MEMBERS OF ECOEX AND SHOULD BE READ IN CONJUNCTION WITH THE GENERAL AS WELL AS SPECIFIC TERMS AND CONDITIONS OF ECOEX)

Karma Ecotech Private Limited ("**EcoEx**") has not prescribed the merits of participating on the EcoEx trading platforms but has prescribed this disclosure document for apprising the members regarding the risks involved with trading on EcoEx platform. This brief statement does not disclose all of the risks and other significant aspects of trading on EcoEx trading platforms. In light of the risks, the MEMBER should undertake such transactions only if it understands the nature of the contracts (and contractual relationships) into which the MEMBER is entering and the extent to which MEMBER is exposed to risk. The MEMBER should carefully consider whether trading is appropriate for it in light of his experience, objectives, financial resources and other relevant circumstances. Trading requires not only the necessary financial resources but also adequate knowledge, experience and risk assessment and anticipation awareness. In case of any adverse consequences or loss resulting from execution of contracts. The EcoEx or any other authority shall not be responsible and it will not be open for any MEMBER to take the plea that no adequate disclosure was made or the full risk involved was not explained by the EcoEx to the MEMBER. The MEMBER will be solely responsible for the consequences and no contract can be rescinded on that account. The MEMBER must ask the EcoEx to provide full details of the contract i.e., the contract specifications and the associated obligations, if not provided by EcoEx.

DEPOSITED CASH, FEES AND OTHER MONIES -

The MEMBER should familiarize itself with the methodology, process and provisions with which the deposited money, in form of cash, fees, margins, security deposits, transaction charges or for any other means, is handled by EcoEx in general and specifically should make itself aware of the events in which the deposited money in any form would be lost, eroded, forfeited or lien marked. The extent to which the MEMBER may recover its money or property may be governed by specific legislation or local rules in absence of any contract. In some instances, monies, which has been specifically identifiable as the MEMBER's own, will be pro-rated in the same manner as cash in the event of a shortfall of MEMBER. In case of any dispute with the MEMBER, the same shall be subject to dispute resolution process as stipulated in the relevant contract or in absence of the same, as stipulated by EcoEx from time to time.

TRANSACTION AND OTHER CHARGES -

Before the MEMBER begins to trade, it should obtain a clear explanation of all transaction charges, fees and other charges for which it will be liable. These charges will affect the MEMBER's net profit (if any) or will increase its loss.

TRADING FACILITIES

EcoEx offers electronic trading facilities, which are computer-based systems for order-routing, execution, matching, registration or clearing of contracts. As with all facilities and systems, they are vulnerable to temporary disruption or failure. The MEMBER's ability to recover certain losses may be subject to limits on liability imposed by the system provider, the market, and/or the EcoEx. Such limits may vary; the MEMBER should ask EcoEx, for details in this respect, if not already clarified. This document does not disclose all of the risks and other significant aspects involved in participation on electronic trading platform of EcoEx. The MEMBER should, therefore, study all aspects of participation carefully before becoming involved in it. The MEMBER, hereby acknowledges that he has received and understood this risk disclosure statement.

SUSPENSIONS AND TERMINATION OF MEMBER

Under certain conditions as stipulated in the Membership Undertaking, the General Terms and Conditions of EcoEx and/or any particular contract, the MEMBER may be barred from participating in any particular trading activity or its Membership may be terminated or suspended, permanently or temporarily, by EcoEx, on its own or as per instructions received in this regard, with or without assigning any reasons, with or without issuing prior notice, at any point of time. The MEMBER shall make itself aware of all such circumstances under which the MEMBER's participation could get restricted, barred, terminated or suspended.

NO GUARANTEES OF PROFIT

The EcoEx provides no guarantee of profit or of avoiding losses when trading. The MEMBER has received no such guarantees from the EcoEx or from any of its representatives. The MEMBER is aware of the risks inherent in trading and is financially able to bear such risks and withstand any losses incurred.

ADVICE AND RECOMMENDATIONS

EcoEx will not advise the MEMBER about the merits of a particular Transaction or give him any form of investment advice and the MEMBER acknowledges that the Services do not include the provision of investment advice in the underlying commodities. The MEMBER alone will enter into Transactions and take relevant decisions based on his own judgment. By transacting on EcoEx trading platforms, the MEMBER represents that he has been solely responsible for making his own independent appraisal and investigation into the risks of the transactions. He represents that he has sufficient knowledge, market sophistication, professional advice and experience to make his own evaluation of the merits and risks of any transactions. The EcoEx gives no warranty as to the suitability of the products traded under the MEMBER Agreement and assumes no fiduciary duty in its relations with the MEMBER.

EcoEx will not be under any duty to provide the MEMBER with any legal, tax or other advice relating to any Transaction. The MEMBER should seek independent expert advice if he is in any doubt as to whether he may incur any tax or other liabilities. The MEMBER is hereby warned that the applicable laws (including tax laws) are subject to change from time to time.

CIRCULARS AND NEWSLETTERS

EcoEx may, from time to time and at its discretion, provide the MEMBER (or in circulars or newsletters which it may post on its Website or provide to subscribers via its Website or the Trading Platform or otherwise) with information, recommendations, news, market commentary or other information but not as a service. Where it does so,

- EcoEx will not be responsible for such information.
- EcoEx gives no representation, warranty or guarantee as to the accuracy, correctness or completeness of such information or as to the tax or legal consequences of any related Transaction. The information does not amount to trading advice or unsolicited financial promotions to the MEMBER.
- If the document contains a restriction on the person or category of persons for whom that document is intended or to whom it is distributed, the MEMBER agrees that he will not pass it on to any such person or category of persons.
- The MEMBER accepts that prior to dispatch, the EcoEx may have acted upon it itself to make use of the information on which it is based. The EcoEx does not make representations as to the time of receipt by the MEMBER and cannot guarantee that he will receive such information at the same time as other MEMBERS.

It is understood that circulars, guidelines, market commentary, news, or other information provided or made available by the EcoEx are subject to change and may be withdrawn at any time without notice.

FORCE MAJEURE EVENTS

In case of a Force Majeure Event, EcoEx may not be in a position to arrange for the execution of MEMBER's Orders or fulfil its obligations under the contract or agreement with the MEMBER. As a result the Member may suffer financial loss. EcoEx will not be liable or have any responsibility for any type of loss or damage arising out of any failure, interruption, or delay in performing its obligations under the contract where such failure, interruption or delay is due to a Force Majeure event.