NOTICE

on Risks Arising from Transactions with Financial Instruments in the Securities Market of the Republic of Kazakhstan

This Risk Disclosure Notice (hereinafter referred to as the “Notice”) is provided by JSC “SY Investment Company” (hereinafter referred to as the “Broker”) for the purpose of informing the Client about risks associated with transactions involving financial instruments, including securities, units of investment funds, derivative financial instruments, foreign currency conversion transactions (purchase/sale of foreign currency), as well as repo transactions.

This Notice is intended to warn the Client of potential losses associated with the execution of the above transactions and to assist the Client in making informed investment decisions.

This Notice does not contain an exhaustive list of all risks that may arise in the securities market due to the variety of possible market conditions.

The purpose of providing this Notice is not to discourage the Client from conducting transactions, but rather to enable the Client to:

- assess the suitability of such transactions considering the Client’s financial capabilities;
- determine whether such transactions are consistent with the Client’s investment objectives;
- make informed decisions when selecting an investment strategy.

1. Main Types of Risks

1.1. Price Risk

The risk of losses resulting from changes in the market prices of financial instruments (including shares, bonds, and derivative instruments).

The value of financial instruments may either increase or decrease. Past performance does not guarantee similar performance in the future.

1.2. Currency Risk

The risk of losses resulting from fluctuations in foreign exchange rates.

Such fluctuations may lead to the revaluation of assets and liabilities denominated in foreign currencies, as well as an increase in the Client’s obligations.

1.3. Credit Risk

The risk of losses arising from the failure or improper performance of obligations by an issuer or counterparty, including:

- non-payment of principal and interest;
- failure to perform obligations under derivative financial instruments;
- breach of obligations during the settlement period.

1.4. Legal Risk

The risk of losses arising from:

- changes in the legislation of the Republic of Kazakhstan or foreign jurisdictions;
- the Company's activities not being in compliance with applicable laws, regulations, or internal policies and procedures;
- changes in tax legislation (including tax rates, tax calculation procedures, or the withdrawal of tax benefits and exemptions).

1.5. Market Risk

The risk of losses resulting from adverse changes in macroeconomic conditions affecting financial markets as a whole.

Such risk may include a sharp decline in market liquidity for assets held in the portfolio, widening bid-ask spreads, and the inability to dispose of assets without significant price concessions.

1.6. Interest Rate Risk

Interest rate risk is the risk of losses resulting from changes in interest rates, including gap risk and basis risk.

- **Gap risk** – the risk arising from a mismatch between the maturities or repricing dates of fixed-rate assets and liabilities;
- **Basis risk** – the risk arising from differences in the methods of accrual, pricing, or revaluation of interest-bearing instruments with similar characteristics.

1.7. Risk of the Client’s Insolvency

The risk of the Client's failure to fulfil its obligations to deliver cash and/or financial instruments under concluded transactions.

Prior to entering into transactions involving financial instruments, the Client is advised to carefully assess:

- the Client’s financial capabilities;
- the Client’s acceptable level of risk;
- the Client’s investment objectives.

By signing this Notice, the Client confirms that:

- the Client has read and understood the risks described herein;
- the Client acknowledges the possibility of incurring losses as a result of transactions involving financial instruments;
- the Client possesses sufficient knowledge and experience to assess such risks or makes investment decisions with the assistance of appropriately qualified specialists;
- the Client has the financial capacity to bear potential losses;
- the Client assumes all risks associated with investments in financial instruments;
- the Client shall not bring any claims against the Broker in connection with any losses incurred, except in cases expressly provided for by the legislation of the Republic of Kazakhstan and the Company's internal documents.

Full name of the Client: ____

Signature: ____

Date: «» __________________ **20**__.