



KATO PRIME
GLOBAL ASSETS & EQUITIES

TRADING POLICIES

KATO PRIME LIMITED

1. SECURITY IN EXECUTION.

- 1.1 Kato Prime operates with variable spreads and all orders are executed at the best available market price.

2. HOLIDAY, WEEKEND EXECUTION, VOLATILE OR ILLIQUID MARKETS.

- 2.1 If the market opens with a break off after a weekend or holidays, upon release of important economic and political news, or in the case of force majeure events; orders (STOP ORDERS include stop loss) are filled at the first available prices in the market.

3. FILLS ON STOP – LOSS AND LIMIT ORDERS.

- 3.1 Placing stop orders prior to the release of financial news is not permitted, such orders maybe rejected, deleted, or filled at the best available market prices at that time. Orders (STOP ORDERS include stop loss) are filled at the first available prices in the market.

4. EXECUTION SLIPPAGE.

- 4.1 Slippage occurs when the bid/ask spread changes between the time the order is requested and the order is executed at. When the order is sent for execution, the specific price requested by you may not be available. In this case, the order will be executed at the first available market price. Slippage happens during high periods of volatility, such as during important news or economic data releases. You should know that ‘slippage’ is a normal market practice and we are not responsible for it in any way. Kato Prime assumes no responsibility for slippage occurred because of any problems or technical malfunction of any networks or lines, computer online systems, servers or providers, hardware or software, or any technical failure because of technical problems or traffic congestion on the Internet or the website, or the trading platform.

5. EXECUTION DELAY.

- 5.1 A delay in execution can happen for several reason, such as technical issues with the trader’s internet connection to the Kato Prime’s servers, which may result in hanging orders. The trading tools on a trader’s side may not be maintaining a constant connection with the Kato Prime’s servers due a lack of signal strength from interrupt the signal, and disable the trading station, which can cause delays in the transmission of data between the trader’s side and the Kato Prime’s server.

6. GREYED OUT PRICING.

- 6.1 The company does not intentionally “grey out” prices; however, this is a condition that occurs when liquidity decreases, and liquidity providers that provide pricing to the Kato Prime are not actively making a market for particular currency pairs. At times, a severe increase in the different spread may occur due to a loss of connectivity with a liquidity provider or due to an announcement that has dramatic effect on the market that dries out liquidity. Such graying out of prices or increased spread may result in margin calls on a trader’s account.

7. WIDENED SPREAD.

- 7.2 Kato Prime aim is to provide traders with tight, competitive spreads; however, there may be instances when spread may widen beyond the typical spread. During news events spread may widen substantially in order to compensate for the tremendous amount of volatility in the market. The widened spread may only last a few second or as long as a few minutes.
- 7.2 The Company strongly encourages traders to use caution when trading around news events and economic announcements and always be aware of their account equity, usable margin and market exposure. Widened spreads can adversely affect all positions in an account.

8. GAPPING.

- 8.1 Sunday’s opening prices might or might not be the same as Friday’s closing prices. At times, the prices on the Sunday open are near where prices were on the Friday close. At other times, there might be a significant difference between Friday’s closed and Sunday’s open. The market may gap if there is significant news announcement or an economic event changing how the markets views the value of currency. Traders holding positions or orders over the weekend should be fully comfortable with the potential of the market to gap. In the case of Pending orders, the limit or stop orders will be executed at the next available price after the gap.

9. WEEKEND RISK (PRICE GAP).

- 9.1 Traders who fear the markets may be extremely volatile over the weekend, that gapping may occur, or that the potential for weekend risk is not appropriate for their trading style, may simply close out orders and position ahead of weekend.

10. CHART VS PRICES DISPLAYED ON THE PLATFORM.

- 10.1 It is important to make a distinction between indicative prices (displayed on chart) and executable prices (displayed on the Kato Prime Metatrader Platform in the Market Watch Window). Indicative prices are usually very closed to executable prices. Indicative price only gives an indication of where the market is. Only executable prices can be traded.

11. DIFFERENCES IN PRICING BETWEEN BROKERS.

- 11.1 Because the spot forex market is decentralized meaning it lack a single central exchange where all transactions are conducted, each forex broker, may quote slightly differently price. The small differences in prices are also due to the different spreads and commissions each broker charges.

12. EXPERT ADVISOR TRADING (EA).

- 12.1 Kato Prime does not allows trading via Expert Advisors .

13. SPREAD

- 13.1 Kato Prime offers with variable spreads to all types of account.
- 13.2 In exceptional cases short-term orders lasting less than **180 seconds** can be cancel should they be considered an abuse.
- 13.3 The Company reserves a right to cancel Client's orders in case they do not comply with this Agreement.

14. SWAP FREE

- 14.1 Kato Prime offers swap-free trading conditions on specific trading accounts for clients who observe Sharia law, however, several instruments may face Carry Charges after a position has been rolled over for sequential period of days.
- 14.2 Swap-free trading conditions are also available for clients who do not observe Sharia law, on specific trading accounts and specific instruments.

14.3 It is recommended to trade mostly within the day and have a low number of overnight positions.

14.4 Kato Prime reserves the right to revoke swap-free status at its absolute discretion.

15. LEVERAGE.

15.1 Selection of Leverage from **1:1 up to 1:2222 (MT4 Standard Account only)**. At Kato Prime all clients have the flexibility to trade by using the same margin requirements and leverage from 1:1 to 1:2222.

15.2 Leverage and margin requirement depending on the account types, trader can choose the leverage on a scale from 1:1 to 1:2222 that provided from Kato Prime.

15.3 Leverage may be reduced; before, during, after important news events. Kato Prime reserves a right to modify Client's leverage settings at any time, without prior notification.

15.4 The following leverage restrictions are applied to the following account types and conditions.

Kato Prime Trading Account

Equity		Leverage
From (\$)	Till (\$)	
\$ -	\$ 200	2222
\$ 201	\$ 3,000	1000
\$ 3,001	\$ 10,000	500
\$ 10,001	\$ 50,000	300
\$ 50,001	\$ 100,000	200
\$ 100,001	\$ 2,000,000	100

16. MARGIN MONITORING.

16.1 With Kato Prime you can control your real-time risk exposure easily by monitoring your used and free margin. Together, used and free margin comprise your equity. Used margin often refers to the minimum amount of money you need to deposit to hold the trade. Free margin is the amount of money you have left in your trading account, and it fluctuates according to your account equity. With free margin, you can open additional positions with it, or absorb any losses.

17. MARGIN CALL.

17.1 Kato Prime strictly follows a margin call policy to guarantee that your maximum possible risk does not exceed your account equity. Clients are still fully responsible for monitoring their trading account activity. As soon as your account equity drops below 70% of the margin needed to maintain your open positions, we will attempt to notify you with a margin call warning you that you do not have sufficient equity to support your open positions.

18. STOP-OUT LEVEL.

- 18.1 The stop-out level refers to the equity level at which your open positions are automatically closed. Our stop-out position is at 30%.

19 PROHIBITED TRADING.

- 19.1 The trader agrees and acknowledges that the service provided by Kato Prime to Trader hereunder is not adapted for certain trading techniques commonly known as “**arbitrage trading**”, “picking/snipping” snipping: the situation where the client is prematurely buy and sell (mirror trade in the different account) in same profile.

"Hedging": Hedging is prohibited once the equity in the account falls below 30% of the remaining balance.

- 19.2 In exceptional cases short-term orders lasting less than 180 seconds can be cancel should they be considered an abuse.
- 19.3 In the event of the trader employing such techniques, the trader agrees and acknowledges that Kato Prime may sole discretion take one or more, or any portion of, the following action:
- a. Close the trader’s account.
 - b. Suspend the trader’s account for an indefinite period of time.
 - c. Carry out an investigation on the trader’s account for an indefinite period of time.
 - d. Charge penalty fee to the trader in the same or greater amount of money that resulted from the trader using such techniques.
- 19.4 The customer shall not unlawfully access or attempt to gain access to or otherwise circumvent any security measures that Kato Prime applied to the platform.
- 19.5 It is absolutely prohibited to take any of the following actions:
- a. Use of any software, which applies artificial intelligence analysis to the Kato Prime's system and Trading Platform.
 - b. Intercept or monitor, damage or modify any communication which is not intended for him/her.
 - c. Use any type of viruses or any other codes or instructions that are designed to distort, delete, damage, or disassemble the Trading Platform or communication system of the Kato Prime.
 - d. Send any unsolicited commercial communications not permitted by Applicable Law.

20 UNTRUE TRADES.

- 20.1 Kato Prime shall have the right to annul and /or reverse any trades which are deemed untrue or opened at a fictitious price not existing on the market at the time of opening. Such cases

include but are not limited to trades based on a non-market Quotation or based on latency trading (such as old prices).

**please take note, Kato Prime reserve a right to change this term and condition at any time without notice and prejudice depend on current assessment

RISK WARNING: All financial products traded on margin carry high risks. They are not suitable for all investors because leverage has both positive and negative aspects. Your loss may exceed your initial investment amount. Therefore, before you decide to trade, please confirm that you understand the relevant risks, while taking into account your investment objectives and level of experience. Past performance does not represent future results. Seek advice from an independent professional if needed. For more details, please refer to “Customer Service Agreement”, Read more risk tips “Risk Disclosure Statement”. If you have any questions, please consult online customer service or contact us at support@katoprime.com.