

Mandatory Client Information^{v.2025}

1. Scope and purpose

With the introduction of the Financial Services Act and Financial Institutions Act ("Fidleg"/"Fidlev") on 1.1.2020, Finbou AG (hereinafter referred to as "Finbou") is under the obligation as per articles 8-9 FIDLEG, 6-15 FIDLEV to share mandatory information with clients before a contract is signed or any financial service is provided. The relevant information is the following:

- a. Name and address of the company.
- b. Field of activity and supervisory status.
- c. Possibility of invoking an ombudsman.
- d. General risks associated with financial instruments.
- e. Recommended financial service and associated risks and costs.
- f. Existing economic ties with third parties related to Finbou.
- g. The market offer taken into account in the selection of financial instruments.

2. Name and address of the company

Finbou AG, Freiestrasse 34, 8800 Thalwil, Switzerland.

3. Field of activity and supervisory status

We provide transaction-based investment advisory services limited to certain investment products. Ongoing portfolio-based advisory services are not part of our offering. We are registered with [RegFix](#), Florastrasse 44, 8008 Zürich, Switzerland +41 43 488 52 26, info@reg-fix.ch.

4. Possibility of invoking an ombudsman

[Verein Ombudsstelle Finanzdienstleister \(OFD\)](#), Bleicherweg 10, 8002 Zürich, Switzerland, +41 44 562 05 25, ombudsmann@ofdl.ch.

5. General risks associated with financial instruments

We advise to read all information supplied by our counterparties carefully and to contact us for clarification if needed. Additionally, please consult the brochure "[Risks Involved in Trading Financial Instruments](#)" published by the Swiss Bankers Association.

Quarterly data is available on request from the respective banks and brokers, indicating the proportion of retail clients over the past 12 months who, when trading CFDs, experienced losses, total margin loss, or were required to settle a negative balance.

The general risks associated with specific financial instruments or strategies are disclosed by the respective asset manager, broker, or bank through which the client invests. Our counterparties provide these instruments or strategies as managed accounts, open-ended index certificates, actively managed certificates, or funds. Certain additional risks, not explicitly covered in the brochure, are further outlined below.

a. Currency trading risk

Currency trading involves significant risks, including market, interest rate, and country risks. Market risk arises from fluctuations in foreign currency prices driven by supply and demand. Exchange rate changes can move sharply in one direction, making positions held overnight riskier than short-term trades. High volatility may impact currency prices or liquidity. Due to leverage, market movements can directly affect deposited funds, potentially

resulting in the loss of the entire margin or requiring additional deposits. Interest rate risk arises whenever a country changes its stated interest rate target associated with its currency.

Country risk arises from government intervention in currency and international transactions, such as exchange controls, investment restrictions, or limits on capital flows. In extreme cases, a government may reissue currency, rendering the old one worthless.

b. Strategy risk

The technical strategy and judgments about a particular currency's attractiveness, value, potential appreciation, and depreciation may prove incorrect. It may not produce the desired results, leading to a loss for investors.

c. Execution risk

Execution risk arises when orders are filled at prices different from those expected. Slippage can occur due to market volatility, low liquidity, or delays in order processing, resulting in trades being executed at less favorable prices. Consequently, actual trade outcomes may differ from intended results, potentially increasing losses or reducing gains.

d. Broker, issuer and custody risk

The trading strategy involves brokers, banks, and certificate issuers, which may default or become insolvent. Deposited funds, including margins, may be held with liquidity providers used by the broker rather than the broker itself, creating custody risk. In such cases, all or part of the funds may be lost or become inaccessible. Some counterparties may offer capital protection for deposited margins or collateralized certificates.

e. Power cuts and internet disruptions

Electronic trading platforms rely on electricity and internet access. Interruptions, technical failures, or unforeseen events (force majeure or not) may prevent closing positions, executing stop-losses, or placing new trades, possibly causing losses or missed opportunities.

6. Recommended financial service and costs

Our investment offerings include a broad spectrum of products, ranging from trading-focused to long-term investment strategies, mainly for professional and institutional clients. These products are offered through regulated banks and brokers mainly in Switzerland, Liechtenstein, the EU, and the UK. Fees vary by product and can range from a 0.9% to 2% management fee plus a 0% to 20% performance fee, calculated on a high-water mark basis. All costs are disclosed on an individual basis for each investment product, and clients are encouraged to review them carefully before investing. An appropriateness and suitability test is conducted on a case by case basis.

7. Existing economic ties with third parties related to Finbou

Finbou receives retrocessions from counterparties for two purposes: (a) client introductions (distribution fees) and (b) provision of proprietary trading strategies (signal fees). These retrocessions are generally calculated as a share of the performance and management fees charged to investors. Finbou does not receive volume-based retrocessions from spreads, trading commissions, or other transaction-related fees, ensuring there is no incentive for excessive trading (no churning). Finbou currently maintains economic relationships with:

- Tradeslide Trading Tech Limited, FCA 586466
- Wikifolio Financial Technologies AG / Lang & Schwarz TradeCenter AG & Co. KG

8. Selection of financial instruments

The financial instruments and strategies offered by Finbou include managed accounts, open-ended index certificates, actively managed certificates, spot FX, CFDs, equities, funds, and Exchange Traded Products (ETPs). Only third-party financial instruments are selected, as Finbou is not authorized to offer its own products directly to investors. Conflicts of interest are avoided by transparently disclosing any retrocessions to potential investors whenever multiple options for the same or similar product exist.