

## USPL RISK DISCLOSURE STATEMENT

### CURRENCY RISKS

The profit or loss in transactions in foreign currency-denominated capital market products (whether they are traded in the Client's own or another jurisdiction) will be affected by fluctuations in currency rates where there is a need to convert from the currency denomination of the contract to another currency.

The Client should be aware that certain capital markets products (such as Exchange Traded Funds) with underlying assets not denominated in Singapore dollars are also exposed to exchange rate risk. Currency rate fluctuations can adversely affect the underlying asset value.

There is the risk that if the foreign exchange markets move against the Client, then upon any dealing of the net proceeds converted into the Client's primary reference currency or the currency from which the initial funds were converted (as the case may be), such proceeds may be significantly less than the equivalent figure on the date the Client first traded in the securities, and that any income or gains made may be entirely negated, or even result in losses.

The Client hereby agrees that in the event the Client directs or instructs uSmart Securities (Singapore) Pte. Ltd. ("**USPL**") to carry out any transactions on the Client's behalf on an exchange or other market on which such transactions are effected in a foreign currency, all such transactions shall (unless indicated by the Client to the contrary at the time of the giving of such instructions) as between USPL and the Client be settled in Singapore Dollars at a rate of exchange determined by USPL at its sole discretion on the basis of the then prevailing money market rates of exchange between such currencies. If USPL agrees, transactions in respect of the Client's Account may be settled in any other currency requested by the Client, but at a rate of exchange decided by USPL. The Client shall bear any losses, damages or costs that may result from any currency conversion effected as aforesaid.