

## CAPITAL MARKET TRANSACTIONS RISK NOTIFICATION FORM

### Important Explanation:

As a result of trading in capital markets you may make a profit as well as a loss. For this reason, prior to deciding to trade, it would be advisable for you to have an understanding of the risks you may face in the market and decide by taking into account your financial situation and limitations.

To serve this purpose, you are required to have an understanding of the issues indicated below and included within the scope of the "Capital Markets Transactions Risk Notification Form" as prescribed in article 13 of communiqué on "Principles regarding the Intermediary Activities and Intermediary Institutions" Serial No: 5 No: 46.

### Warning:

Prior to starting to trade check whether the institution you are planning to use as an intermediary has an "Authorization Certificate" in regards to the capital markets transactions you are interested in. You can learn the banks and capital markets intermediary institutions that are authorized to perform capital markets transactions from [www.spk.gov.tr](http://www.spk.gov.tr) or [www.tspakb.org.tr](http://www.tspakb.org.tr) web site.

### Risk notification:

Understanding the following issues is essentially important in addition to the framework contract that you will be signing with the intermediary institution that you will work with.

In regards to the account that you will be opening at an intermediary institution and the transactions to be performed over this account, the provisions of legislation and similar administrative regulations issued by the Capital Markets Board, stock exchanges and clearing houses shall be applicable.

Capital markets transactions are subject to varying degrees of risk. As a result of the price movements in the market you may lose the entire sum deposited with the intermediary institution and your loss may not be limited just to that but could be in excess of the amount deposited depending on the type of the transaction you performed.

In transactions such as those performed on loans or involving a short-sell, due to the leverage effect, the trade is realized on low capital, which may work to your advantage in the market. However, you must be aware of the fact that there is another side to the coin and leveraging may provide high gains as well as high losses.

You must take into consideration the fact that the information given and recommendations made by the intermediary institution regarding the transactions to be carried out by you in the markets might be incomplete and require verification.

In relation to the purchase and sale of capital markets instruments, it must be considered that the technical and fundamental analysis to be performed by the authorized personnel of the intermediary institution could differ from one person to the other and it is probable for the forecasts made in such analysis not to materialize.

Transactions in a foreign currency are subject to an exchange rate risk in addition to other risks indicated above. It is possible to realize a loss in value of the investment in TL terms due to fluctuations in exchange rates, while it is possible for governments to place restrictions on foreign

capital and foreign currency movements, or put into effect additional and/or new taxes and as such cause delays to occur in settlement of purchase and sale transactions.

Prior to starting to trade you must verify with your intermediary institution the commissions and other transactional costs that you will be responsible for. If the fees are not indicated in monetary terms, then you must request a written explanation including understandable examples of how these fees will be reflected to you in monetary terms.

This "Capital Markets Transactions Risk Notification Form" aims to inform the investor of the available risks in general and as such it may not cover all the risks that may arise from implementation and trading of capital markets instruments. Therefore, you must diligently research the subject prior to directing your savings to this type of investments.