



## **Dynamic Leverage and High Margin Requirements (HMR) Terms & Conditions WeTrade International LLC**

Last Revised: November 2024

WeTrade International LLC (hereinafter named “WeTrade” or “the Company”), with registration number: 1945 LLC 2022 is incorporated in Saint Vincent and the Grenadines with a registered address Euro House, Richmond Hill Road, Kingstown, St. Vincent and the Grenadines by the Registrar of Limited Liability Companies.

### **Introduction**

This policy outlines the leverage trading services provided by WeTrade which aims to ensure that the leverage levels offered to retail clients are in their best interests. Contracts for Difference (CFDs), provided by WeTrade, are complex financial products with inherent risks, especially when trading with leverage. Leverage allows clients to control larger positions relative to their initial investment, increasing both potential profits and losses.

By using the Company’s leverage trading services, clients agree to be bound by the following terms and conditions.

### **Leverage Trading Services:**

**1.1** The Company offers leverage trading services that allow clients to open larger positions with a smaller amount of capital.

### **Eligibility**

**1.2** The use of leverage trading services is subject to the client meeting the eligibility criteria determined by the Company, including but not limited to age, jurisdiction, and other requirements as specified by applicable laws and regulations.

### **Risks and Awareness:**

**2.1** Clients acknowledge and understand that leverage trading carries high risks, including potential significant financial loss.

**2.2** Clients agree to independently assess their financial situation and the risks associated with leverage trading. The Company shall not be held liable for any losses incurred by the client.

### **Margin Requirements and Liquidation:**

**3.1** Clients agree to maintain the required margin as determined by the Company to support their leverage trading.



**3.2** If the client fails to maintain the required margin, then liquidation is automatically performed by the platform when margin level drops below threshold. Clients acknowledge and understand that such liquidation may result in financial losses.

#### **Equity-based Dynamic Leverage:**

**4.1** WeTrade uses an equity-based dynamic leverage system. Leverage levels vary depending on the client's account equity, unless a fixed leverage account is provided under special circumstances.

Our system will conduct periodic reviews of floating leverage accounts. Upon the account's equity value reaching the leverage level specified in the table below, the system will initiate adjustments within a five-minute window.

The table below refers to the equity tiers that WeTrade offers that depend on account equity. Accounts with a margin level below 200% are not checked by the system.

Please note that if an account has open trades while in one equity tier and equity changes enough to move the account into a different tier, then the margin of open positions will be recalculated according to the new tier.

<b>Forex (Max leverage)</b>	<b>Metals (Max leverage)</b>	<b>Equity (USD)</b>
1:2000	1:1000	0 - 999.99
1:1000	1:500	1,000 - 9,999.99
1:500	1:250	10,000- 99,999.99
1:400	1:200	100,000 - 999,999.99
1:200	1:100	≥ 1,000,000

#### **The leverage for Metal CFDs is restricted to 50% (half) of Forex leverage**

Despite the equity tier table above, WeTrade reserves the right to adjust the leverage in the Account at any time without prior notice.

**4.2** The maximum dynamic leverages for other types of CFDs offered by WeTrade are as specified below:

<b>CFD Type</b>	<b>Max leverage</b>
Indices	1:100
Energies	1:100
Cryptocurrencies	1:50
Stocks	1:10



## **High Margin Requirement (HMR) system:**

**5.1** WeTrade implements a High Margin Requirement (HMR) system around high-impact news events, market closures, openings, and holiday periods. The HMR system applies to specific forex pairs and Metal CFDs (XAUUSD and XAGUSD) that involve the following currencies: USD, AUD, CAD, EUR, GBP, NZD, JPY, and CHF.

HMR does not apply to accounts with leverage below 1:200. Therefore, any accounts whose leverage is below said threshold will not be affected during high-impact news and market close/open.

## **Examples of High Margin Requirements (HMR):**

### **5.2 High Impact News Releases**

If a significant (high-impact) news release affects one of the currencies mentioned above, forex pairs that include said currency will be affected by HMR.

For example, if a high-impact news release affecting the Australian dollar (AUD) will be taking place on Wednesday at 16:30, HMR will apply to AUDCAD, AUDCHF, AUDNZD, AUDJPY, EURAUD and GBPAUD around the timeframe of the news release.

This means that for 10 minutes leading up to and 5 minutes after the release, thus from 16:20 to 16:35, the maximum available leverage for Forex will be 1:200 and for Metals will be 1:100.

If the high-impact news release had been one affecting the currency USD, it would have also affected Metal CFDs due to their symbol names, which are XAUUSD and XAGUSD.

Therefore, during the news release, leverage for Forex CFD pairs containing USD would have been 1:200 and 1:100 for Metals. WeTrade informs clients in advance via various communication platforms on which news releases are considered significant.

HMR only applies to news trades opened within the predefined period; trades opened before are unaffected. Clients are advised to regularly monitor the MT4 mailbox, as high-impact news updates may be subject to modifications during the week.

After the news release period is over, the high margin requirements will be lifted, and the margin for trades opened within the period will be recalculated based on the equity of the trading account and the set leverage.



### **5.3 Market Closure and Reopening**

Three hours before market closure on weekends or holidays, leverage for new forex orders will be limited to 1:200 and Metal CFDs to 1:100.

One hour after the market reopens following the weekend or a trading holiday, the high margin requirements will be lifted, and the margin will be recalculated based on the equity of the trading account and the set leverage.

### **5.4 Hedging During HMR Periods**

If a hedging order is closed, resulting in an unhedged position, the unhedged position will be treated as a new opening order. Therefore, the margin for this order will be calculated based on the increased margin requirements.

If a hedging lock is applied to orders placed before the margin requirement increases, the fully hedged portion will have zero margin requirements. However, any remaining unhedged position will be calculated based on the margin requirements before the increase.