



NEGATIVE BALANCE PROTECTION POLICY

Xtream Markets Ltd

Registration Number: 84516

Trust Company Complex, Ajeltake Road, Ajeltake Island, Majuro, Marshall Islands – MH96960

Website: www.xtrememarkets.com

Email: support@xtrememarkets.com

Effective Date: September 2015

1. INTRODUCTION

Xtream Markets Ltd ("Company") is committed to providing responsible trading conditions and risk management mechanisms for its Clients.

This Negative Balance Protection Policy explains the circumstances under which the Company may provide protection against negative account balances and the limitations associated with such protection.

2. PURPOSE

The purpose of Negative Balance Protection ("NBP") is to help prevent eligible Clients from owing money to the Company due to trading losses exceeding account equity under normal market conditions.

NBP is intended as a risk management measure and does not eliminate trading risk.

3. ELIGIBILITY

Negative Balance Protection may be available to eligible retail and individual Clients trading through accounts maintained with Xtream Markets Ltd.

The Company reserves the right to determine eligibility at its sole discretion.

Eligibility may be reviewed periodically.

4. HOW NEGATIVE BALANCE PROTECTION WORKS

Under normal market conditions:

- Client losses are limited to available account equity;
- Negative account balances may be adjusted back to zero;
- Clients generally will not be required to repay deficits arising solely from trading activity.

The Company reserves the right to review each case individually.

5. HIGH LEVERAGE RISKS

The Company may offer leverage up to:

1:1000

While Negative Balance Protection may help reduce liability exposure, high leverage significantly increases the risk of rapid account depletion.

Clients remain responsible for managing their risk exposure.

6. LIMITATIONS OF NEGATIVE BALANCE PROTECTION

Negative Balance Protection is not guaranteed in all circumstances.

The Company reserves the right to review negative balances arising from exceptional events.

NBP should not be relied upon as a substitute for prudent risk management.

7. EXCEPTIONAL MARKET CONDITIONS

Negative Balance Protection may not apply, or may be limited, in circumstances including:

- Extreme Market Volatility;
- Flash Crashes;
- Liquidity Failures;
- Force Majeure Events;
- Trading Platform Failures;
- Market Suspensions;
- Extraordinary Price Gaps.

The Company reserves the right to assess each situation individually.

8. MARKET GAPS

Financial markets may experience significant price gaps.

Examples include:

- Weekend Openings;
- Public Holidays;
- Major Economic Events;
- Geopolitical Crises.

Such events may result in execution at prices significantly different from expected levels.

9. FORCE MAJEURE EVENTS

Force Majeure Events may include:

- Natural Disasters;
- Wars;
- Terrorist Acts;
- Government Actions;
- Power Failures;
- Internet Disruptions;
- Exchange Closures.

The Company reserves the right to determine the impact of such events on Negative Balance Protection eligibility.

10. ABUSIVE TRADING PRACTICES

Negative Balance Protection shall not apply where losses arise from:

- Fraudulent Activity;
- Market Abuse;
- Manipulative Trading;
- Bonus Abuse;
- Arbitrage Abuse;
- Deliberate Exploitation of System Weaknesses.

The Company's determination regarding abusive activity shall be final.

11. MULTIPLE ACCOUNT ABUSE

Clients may not use multiple accounts to intentionally create negative balances while preserving profits elsewhere.

Where such conduct is identified, the Company may:

- Reverse transactions;
 - Cancel profits;
 - Remove protections;
 - Suspend accounts;
 - Terminate accounts.
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12. COMPANY REVIEW PROCESS

Where an account balance becomes negative, the Company may conduct a review including:

- Trading Activity Analysis;
- Account History Review;
- Market Condition Assessment;
- Compliance Review.

Balance adjustments shall be made solely at the Company's discretion.

13. ACCOUNT ADJUSTMENTS

Where the Company determines that Negative Balance Protection applies:

The Company may:

- Adjust negative balances to zero;
- Remove deficits;
- Restore account balances accordingly.

Such adjustments shall not create any entitlement to future protection.

14. CLIENT RESPONSIBILITIES

Clients remain responsible for:

- Managing risk exposure;
- Monitoring account equity;
- Using appropriate leverage;
- Maintaining adequate margin.

Negative Balance Protection does not eliminate the need for responsible trading.

15. NO GUARANTEE OF PROFITABILITY

Negative Balance Protection does not:

- Guarantee profits;
- Prevent losses;
- Protect trading capital from depletion.

Trading remains inherently risky.

16. RELATIONSHIP WITH OTHER POLICIES

This Policy should be read together with:

- Terms of Business;
- General Risk Disclosure;
- Leverage Policy;
- Order Execution Policy;
- AML & KYC Policy.

In the event of inconsistency, the Terms of Business shall prevail.

17. COMPANY RIGHTS

The Company reserves the right to:

- Amend this Policy;
- Restrict eligibility;
- Withdraw Negative Balance Protection;
- Refuse protection where abuse is identified.

Such decisions shall be made at the Company's sole discretion.

18. LIMITATION OF LIABILITY

The Company shall not be liable for:

- Trading losses;
- Market movements;
- Liquidity disruptions;
- Force Majeure Events.

Negative Balance Protection shall not create liability beyond the provisions of this Policy.

19. POLICY REVIEW

This Policy may be amended from time to time.

Updated versions become effective upon publication on the Company's website.

20. CONTACT DETAILS

Xtream Markets Ltd

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Email: support@xtrememarkets.com

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21. CLIENT ACKNOWLEDGEMENT

By opening and maintaining an account with Xtream Markets Ltd, the Client confirms that:

- They have read this Negative Balance Protection Policy;
 - They understand the limitations of Negative Balance Protection;
 - They understand that exceptional market conditions may affect protection;
 - They accept the terms described herein.
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END OF NEGATIVE BALANCE PROTECTION POLICY

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