

# **RISK DISCLOSURE**

## **SKYVAULT HOLDING SOCIALFI LTD**



Company: Skyvault Holding SocialFi LTD

Register Number: 15633009

## RISK DISCLOSURE AND WARNING NOTICE

Investing in financial markets involves a considerable level of risk, including the loss of all or a portion of your investment, as well as emotional distress. It is essential for all investors to carefully assess their personal financial situation and risk tolerance before participating in such activities. MXDEX is not responsible for any losses suffered by participants in its financial activities.

#### 1. Market Risk:

Market risk is an inherent part of investing and refers to the possibility that the value of your investments and the income derived from them may fluctuate. The market conditions can influence your investment significantly, resulting in possible losses. Additionally, past performance of an investment is not a reliable indicator of future results, so it is crucial to remain vigilant.

#### 2. Credit Risk:

Credit risk arises when an issuer of a security is unable to fulfill its obligations, such as making principal and interest payments on time. This failure to meet obligations can lead to financial losses for the investor and should be carefully considered when evaluating investment opportunities.

## 3. Liquidity Risk:

Some investments may not be easily converted into cash without incurring significant loss of value. MXDEX cannot guarantee that it will always be possible to sell securities or other assets at a reasonable or fair price, which could impact your ability to exit an investment when needed.

## 4. Operational Risk:

Operational risk encompasses a range of potential problems, including but not limited to errors in transaction processing, system malfunctions, or disruptions in services. These issues can affect your investments negatively and should be considered when planning investment strategies.

## 5. Regulatory and Legal Risks:

Changes in laws, regulations, or government policies could directly affect the value of your investment, potentially leading to substantial losses. Staying informed about potential regulatory changes and seeking expert legal advice can help you navigate these risks.

## 6. Foreign Investment Risks:

Investing in foreign markets carries a host of risks, such as fluctuations in currency exchange rates, differing regulations, and geopolitical events that may impact your investment adversely. A thorough understanding of the foreign market conditions is essential for making informed investment decisions.

#### 7. Reinvestment Risk:

Reinvestment risk occurs when an investor must reinvest returns at a lower interest rate, potentially reducing future earnings. This risk is particularly relevant for fixed-income investments, where changing interest rates can impact reinvestment opportunities.

#### 8. Inflation Risk:

Inflation risk refers to the possibility that the returns on your investments may not keep pace with inflation, thus reducing the purchasing power of your future returns. It is crucial to consider investments that can hedge against inflation to preserve the value of your portfolio.

**Legal and Regulatory Compliance:** MXDEX operates in compliance with applicable laws and regulations to ensure the safety and integrity of its services. Nonetheless, investors are strongly advised to seek independent legal and

financial advice to fully understand the potential risks and legal implications associated with their investments.

Client Responsibility: Investors are expected to take an active role in reviewing all investment advisories, ensuring they understand the risks associated with each investment. While MXDEX provides information to support investment decisions, it is ultimately the investor's responsibility to conduct their own due diligence.

#### **Conclusion:**

Investing is a highly personal decision that requires careful consideration of one's financial situation, investment goals, and risk tolerance. It is strongly recommended that individuals consult with professional financial advisors who can provide tailored advice and help them make informed decisions to achieve their investment objectives. Always remember that investing in financial markets carries inherent risks, and losses may occur.