



# **Terms & Conditions**

**AETOS Capital Group Pty. Ltd.**

**21 July 2018**

V20180721



## TERMS AND CONDITIONS

### 1. Definitions and interpretation

1.1 Whenever used in this Agreement, unless inconsistent with the subject matter or context, the following words shall have the following meanings:

**Account Opening Form** means the AETOS form prepared by AETOS for completion by the Client to enable AETOS to open the Client Account.

**AETOS** means AETOS Capital Group Pty Ltd (A.C.N. 125 113 117).

**AETOS Website** means the AETOS website located at [www.aetoscg.com](http://www.aetoscg.com) or elsewhere as nominated by AETOS from time to time.

**Agreement** means these Terms and Conditions together with all other documents which are referred to in these Terms and Conditions.

**Authorised User** has the meaning given in clause 5.1 of this Agreement.

**CFD** means a Contract For Difference, which is a type of Contract.

**Client** means the Client named in the Account Opening Form, together with its officers, directors, employees and agents.

**Client Account** means the Client's AETOS account which operates under the terms of this Agreement and allows the Client and the nominated Authorised Users to enter into currency transactions or CFD transactions with AETOS.

**Contract** means a transaction in which the Client agrees to purchase or sell a currency, CFD or other derivative from or to AETOS or enter into any other transaction with AETOS for the provision of AETOS's services under the applicable Trade Contract Terms.

**Credit Limit** means the limit on the total amount of credit that AETOS will provide to the Client.

**Day** means a day on which commercial banks are open for business (including dealings in foreign exchange) in the place specified by AETOS for that purpose.

**Default Event** means any acts or omissions on the part of

- (a) the Client;
- (b) Authorised User; or
- (c) the Client or Authorised User's employee, agent or assignee (whether or not known to us, and whether or not acting in concert with other natural persons or algorithmic tools)

which in AETOS's sole discretion, are deemed as being:

- (d) negligence;
- (e) mistake;
- (f) willful misconduct, (including commission churning, sniping, causing or contributing to or benefiting from a Quoting Error, moving the price of an underlying instrument, scalping, arbitraging off-market pricing);
- (g) the violation of any law; or
- (h) the breach of any provision of this Agreement.

**Force Majeure Event** means events or causes including, but not limited to, the following: an act of God, unavoidable accident of navigation, war (whether declared or not), sabotage, riot, insurrection, civil commotion, national emergency (whether in fact or law), martial law, fire, flood, cyclone, earthquake, landslide, explosion, power or water shortage, failure of a transmission or communication network, epidemic, quarantine, strike or other labour difficulty or expropriation, restriction, prohibition, law, regulation, decree or other legally enforceable order of a government agency, breakage or accident, change of International, State or Commonwealth law or regulation or any damage of AETOS's machinery or systems, unless occurring as a result of an act, omission, default or negligence of the Client or AETOS.

**General Advice** is as defined in the *Corporations Act 2001 (Cth)* as varied from time to time.

**Indication** has the meaning given in clause 16.1 of this Agreement.

**Instructions** has the meaning given in clause 6.1 of this Agreement.

**Internet** means the interconnected system of networks that connects computers around the world, and includes any Online Platform.

**Margin Call** means an amount that AETOS may at its sole discretion require the Client to pay, in addition to the Margin Deposit, solely determined by AETOS.

**Margin Deposit** has the meaning stated in clause 12.1 of this Agreement.

**Monies** has the meaning stated in clause 21.1 of this Agreement.

**Notice** has the meaning stated in clause 26 of this Agreement.

**Obligations** has the meaning stated in clause 21.3 of this Agreement.

**Online Platform** has the meaning stated in clause 18.1 of this Agreement.

**Open Position** is where a client has entered into a transaction with AETOS, and a further transaction has not been entered into in order to close the position.



**PDS** is Product Disclosure Statement as defined in the *Corporations Act 2001 (Cth)* as varied from time to time.

**Personal Information** is as defined in the *Privacy Act 1988 (Cth)* as varied from time to time.

**Quoting Error** means a liquidity provider error, a software error, a typographical error or obvious mistake in a quote or indication and includes quoting delays.

**Registered Office** means the registered office of AETOS as notified to the Australian Securities and Investments Commission.

**Related Entity** is as defined in the *Corporations Act 2001 (Cth)* as varied from time to time.

**Senior Officer** means an “officer” as defined in the *Corporations Act 2001 (Cth)* of AETOS and/or the Client, and in the case of AETOS, includes an employee, director or consultant nominated by AETOS as the Complaints Officer.

**Sophisticated Investor** means a person who would be a Wholesale Client only through the application of section 761GA of the *Corporations Act 2001 (Cth)*.

**Trade Contract Terms** has the meaning stated in clause 6.3 of this Agreement.

**USD** means United States Dollars.

**Value Date** means either the Day selected by the Client and agreed by AETOS for the settlement of a Contract or if there is no such Day, then the second Day after the execution of a Contract by the Client.

**Wholesale Client** has the same meaning as in section 761G of the *Corporations Act 2001 (Cth)* but does not include a Sophisticated Investor.

- 1.2 If the Client is comprised of two or more legal persons then a reference to a right or obligation of the Client under this Agreement or under a transaction contemplated by this Agreement confers that right or imposes that obligation, as the case may be, jointly and severally on those persons.
- 1.3 In the event of any inconsistency between the English language version of a document referred to in this Agreement and their translated equivalent in any other language, the English language version shall prevail, to the extent of any inconsistency.

## 2. This Agreement

- 2.1 This is a master agreement and sets out the terms and conditions upon which any future contracts between the Client and AETOS, relating to either or both of:
  - (a) provision of General Advice to the Client; and
  - (b) execution of Contracts relating to foreign exchange and CFD transactions.
- 2.2 This Agreement includes the AETOS Account Opening Form and the PDS that may have been exchanged



and/or executed between the Parties. However, in the event of any inconsistency between this Agreement:

- (a) this Agreement and other contracts or documents, exchanged and/or executed between the Client and AETOS, the PDS shall prevail to the extent of the inconsistency; and
- (b) this Agreement and the Account Opening Form, this Agreement shall prevail to the extent of any inconsistency.

### **3. Client representations and warranties**

3.1 If AETOS provides General Advice to the Client then the Client acknowledges that the advice is general in nature and does not consider the personal objectives, circumstances or needs of the Client. The Client must consider its own objectives, circumstances or needs, as well as the relevant PDS, before making a decision to use AETOS's services.

3.2 If the Client does not fully understand the risks associated with AETOS's services, then they should not use AETOS's services.

3.3 The Client warrants that in the case of:

- (a) an individual or more than one individual, they are of full age and capacity; and
- (b) a firm or corporation, it is duly constituted and incorporated and possesses the requisite power to enter into this Agreement,

and all contracts made or to be made, and in any case, this Agreement and such contracts are and will constitute legally binding and enforceable obligations of the Client.

3.4 If the Client enters into this Agreement in its capacity as trustee of a trust, the Client makes the following representations and undertakings:

- (a) the relevant trust instrument is valid and complies with all laws which apply to the Client;
- (b) the Client is properly appointed as trustee of the trust;
- (c) the Client has a right of indemnity from the trust assets in respect of this Agreement and the transactions contemplated by it;
- (d) the Client will comply with its duties as trustee of the trust;
- (e) the Client will not do anything which may result in the loss of its right of indemnity from the trust assets;
- (f) if the Client is replaced or joined as trustee, the Client will make sure the new trustee becomes bound to AETOS's satisfaction by this Agreement and any other Agreement relating to a transaction contemplated by this Agreement to which the Client is expressed to be a party, or by a document which is identical in effect;



- (g) the Client will not resettlement, set aside or distribute any of the assets of the trust without AETOS's written consent unless compelled to do so by the trust instrument;
- (h) the Client will not amend or vary the trust instrument without AETOS's written consent; and
- (i) if the Client is not the sole trustee of the trust it is a requirement that each and every trustee agrees in writing to be bound by the terms of this Agreement and by any transactions entered into in connection with this Agreement.

3.5 The Client represents and warrants to AETOS that:

- (a) Execution and delivery by the Client of this Agreement, and performance of all of the Client's obligations contemplated under this Agreement, does not violate any law applicable to the Client.
- (b) All information provided by the Client to AETOS is true, correct and complete, and the Client will notify AETOS promptly of any changes to such information.
- (c) All information provided by the Client to AETOS is true in all material respects as at the date of this Agreement or, if later, when the information is provided. Neither that information nor the Client's conduct or the conduct of anyone acting on its behalf in relation to the transactions contemplated by this Agreement, was or is misleading, by omission or otherwise.
- (d) The Client shall make ongoing disclosure to AETOS of any matters that may affect the operation of this Agreement or of the ability of the Client to pay Margin Calls or to remain solvent.

3.6 The Client acknowledges that AETOS will enter into the transactions contemplated by this Agreement in reliance on the representations and warranties made by the Client.

#### **4. Use of Personal Information**

4.1 Personal Information collected by AETOS is treated as confidential and is protected by the *Privacy Act (Cth) 1988*. AETOS will only collect Personal Information which is necessary to perform the services contemplated by this Agreement. AETOS will treat the Client's Personal Information in accordance with its Privacy Policy, which the Client may obtain by contacting AETOS or on the AETOS Website.

4.2 AETOS will use reasonable precautions to maintain the confidentiality of information AETOS receives from the Client and material and/or data the Client provides, creates, inputs or develops in connection with the Client's use of the AETOS services. Nonetheless, because such information, material and/or data may be provided through the Internet or by facsimile transmission, the Client hereby acknowledges and agrees that AETOS cannot assure that such information, material and/or data will continue to be confidential.

4.3 The Client accepts the risk of a third party receiving confidential information concerning the Client and specifically releases and indemnifies AETOS from any claim arising out of a third party intercepting, accessing, monitoring or receiving any communication from a Client intended to be provided to AETOS or from AETOS intended to be provided to the Client.

4.4 The Client acknowledges and agrees that AETOS may, subject to clause 4.1, disclose the Client's name and



other personal and financial information about the Client, and any relevant details of an Authorised User, to its employees, representatives, officers, agents, and affiliates, as well as to a governmental entity or self-regulatory authority, an Internet service provider or any other third party agent or service provider for any purpose related to offering, providing, administering or maintaining the AETOS Services, or to comply with applicable laws.

- 4.5 In appropriate cases all communications and information concerning the Client held by AETOS, may be disclosed to and reviewed by law enforcement agencies and regulatory authorities. In addition, the Client agrees to comply with all applicable money laundering and counter terrorism financing laws, including, but not limited to, the requirement to obtain or provide satisfactory evidence of the identity of any person whom the Client may represent in any transaction entered into with AETOS.

## **5. Authorised Users**

- 5.1 The Client shall provide AETOS with a list of people authorised to access AETOS's services and/or enter into Contracts on the Client's behalf (each an "**Authorised User**").
- 5.2 The Client shall immediately notify AETOS when any new person becomes an Authorised User or when any existing Authorised User is no longer entitled to be an Authorised User. Upon receiving Notice, the change in Authorised User is effective immediately. However, the Notice shall not affect any Contracts already executed.
- 5.3 The Client hereby indemnifies and agrees to hold AETOS harmless in respect of any loss incurred by an Authorised User entering into any Contract or other transaction contemplated under this Agreement. Any appointment of an Authorised User made pursuant to the clause 5.1 shall remain in full force and effect as an appointment in writing required by the Agreement unless and until Notice of cancellation of appointment and/or replacement has been delivered to AETOS's Registered Office.
- 5.4 Until the Client has provided a Notice to AETOS to the contrary, AETOS may continue to assume that all existing Authorised Users have authority to execute legally binding transactions with AETOS. All Instructions given and accepted by an Authorised User will be deemed to be Instructions authorised by the Client and shall be binding upon the Client.
- 5.5 The Client will take reasonable steps to ensure that each Authorised User complies in full with this Agreement.

## **6. Formation of Each Contract**

- 6.1 When the Client, or an Authorised User, contacts AETOS by either telephone, electronically or otherwise via the Internet, AETOS may, but is not obligated to, ask for or clarify the following information where applicable:
- (a) the Client's account number;
  - (b) further Client identification details;



- (c) the Contract type (e.g. foreign exchange, margin foreign exchange or CFD);
- (d) whether the Contract is to buy or sell;
- (e) the number of Contracts; and
- (f) for Contract orders, the order type, the order price and the order expiry date.

6.2 Collectively, though not exhaustively, the information referred to in clause 6.1 or any portion thereof, constitutes the **Instructions**.

6.3 AETOS will immediately provide the Client with, either verbally or via the Internet, prices at which the relevant currency or CFD can be purchased or sold. These are the **Trade Contract Terms**.

6.4 If the Client, or an Authorised User, then indicates by either telephone or by clicking the relevant button on the Online Platform that they accept the Trade Contract Terms then AETOS shall have a discretionary right to create a Contract. If AETOS exercises this right then a Contract is formed between the Client and AETOS. When a Contract is created the parties shall become bound by the content of the relevant Trade Contract Terms and this Agreement. If AETOS declines to exercise the right to create a Contract, AETOS shall not be obliged to give a reason, however, AETOS shall promptly notify the Client that AETOS has not created a Contract with the Client.

## 7. Method and Timing of Payment

7.1 The Client must not deposit physical cash into AETOS's accounts under any circumstances. AETOS has an absolute discretion as to whether the Client may pay by cheque.

7.2 Any sums that the Client owes to AETOS must be paid in one of the following:

- (a) by online bank transfer;
- (b) by same day bank transfer;
- (c) by cheque (with the consent of AETOS);
- (d) by international telegraphic transfer; or
- (e) by payment through a credit card or electronic gateway provider approved by AETOS from time to time.

7.3 Any payment to AETOS in any currency will be at the prevailing market conversion rate at the time the Contract is entered into as explained within AETOS's PDS and FSG.

7.4 The Client must have sufficient cleared funds deposited in AETOS's designated account before AETOS will execute any Contracts. AETOS will indicate to the Client the sum required as the Margin Deposit for each Contract.

7.5 AETOS may impose other fees and charges for using its services, by providing Notice to the Client. If the



Client does not consent to the charges, it can terminate the Agreement and the charges will not apply to new Contracts. If the Client terminates the Agreement under this clause, all existing Contracts will survive the termination of this Agreement.

7.6 AETOS is not responsible for any fees or charges imposed by third party banks or other counterparties, which are incurred by the Client in connection with the use of AETOS's services.

## 8. Credit Limits

8.1 The Client understands that:

- (a) AETOS may grant certain Clients a Credit Limit. A Credit Limit is
  - (i) a pre-agreed amount of USD or other agreed currency that can be offset against a negative mark to market value on an Open Position;
  - (ii) an amount applicable to unsettled trading losses to some or all Contracts (either individually or in aggregate or both); and/or
  - (iii) an amount that reflects the amount paid by the Client to an AETOS approved third party merchant, which has not yet been received by AETOS;
- (b) if the negative mark to market of an Open Position is approaching or has exceeded the Client's Credit Limit, AETOS reserves the right to Margin Call the Client in an amount entirely at AETOS's discretion;
- (c) AETOS is not obliged to provide credit to the Client; and
- (d) any Credit Limit set by AETOS may be reduced or withdrawn at any time by giving Notice to the Client.

8.2 The Client acknowledges that if AETOS acts on an Instruction which would result in a Credit Limit being exceeded:

- (a) AETOS is not obliged to advise the Client that the Credit Limit will be exceeded;
- (b) the Client will continue to be liable to AETOS for all amounts including those above the Credit Limit; and
- (c) AETOS is not obliged to act upon any subsequent Instruction where a Credit Limit might be exceeded.

## 9. Authorisation Limits

9.1 The Client may inform AETOS of an authorisation limit applicable to some or all Contracts either in general or for particular Authorised Users.

9.2 Any authorisation limit provided by the Client to AETOS may be withdrawn by the Client at any time by giving



Notice to AETOS.

9.3 AETOS may, at its own discretion, impose an authorisation limit on the Client and/or one or more Authorised Users at any time, by providing Notice before the imposition of the limit.

## **10. Interest Charges on Open Position**

10.1 In any Open Position held by the Client, AETOS will from time to time add an amount to the Client Account for interest earned, or subtract an amount from the Client's account for interest incurred from the Value Date until the position is liquidated, in the following manner:

- (a) For buying of one currency against the sale of another currency and the currency bought has a higher interest rate than the currency sold, the amount of interest or a portion of the amount of interest arising therefrom shall be added to the Client Account.
- (b) For selling of one currency against the purchase of another currency and the currency sold has a higher interest rate than the currency bought, the amount of interest or a portion of the amount of interest arising therefrom shall be subtracted from the Client Account.
- (c) For CFD contracts, any interest entitlement or liability arising from buying or selling the CFD shall be respectively added to, or subtracted from, the Client Account.
- (d) In the case of a negative interest rate, interest or a portion of the amount of interest arising shall be subtracted from the Client Account.
- (e) In all cases, interest shall be at the annual rate to be determined by AETOS from time to time without Notice.

## **11. Interest Rate**

11.1 If AETOS makes available a Credit Limit as described in clause 8.1, interest at the rate of 3% per annum above the prime lending rate in the United States for the time being in force, calculated on a daily basis from the date of such advance up to and including the date of repayment in full will be charged on any outstanding balance.

11.2 In addition to clause 11.1 above, interest at the interest rate specified in clause 11.1 shall be chargeable on the following items:

- (a) any part of the Margin Deposit or additional Margin Deposit not paid or deposited in the form of cash; and.
- (b) any amount due to AETOS which remains outstanding.

11.3 Anything in this clause 11 or other clauses shall not be interpreted as binding AETOS to make any advance to the Client nor shall it prejudice any of the rights and remedies of AETOS against the Client or any other persons under this Agreement, the Contracts or otherwise conferred by law, equity or usage.

## 12. Margin Deposit

12.1 Before executing a Contract, AETOS may in its absolute discretion require a deposit of between 0.01% and 100% of the Contract's value in respect of any anticipated or existing Open Positions which the Client has or will have with AETOS (**Margin Deposit**).

12.2 Payment must be made pursuant to clause 7 of this Agreement.

## 13. Forced Liquidation

13.1 The Client is required to maintain sufficient level of Margin Deposit. AETOS reserves its full rights to close out all Open Positions:

- (a) if at any time the Margin Deposit held by AETOS is approaching or is no longer sufficient to cover the negative mark to market value of any or all Open Positions that the Client has open with AETOS; or
- (b) if at any time the pre-agreed Credit Limit assigned to the client by AETOS is no longer sufficient to cover the negative mark to market value of any or all Open Positions that the Client has open with AETOS.

13.2 AETOS shall have the right, at its sole discretion, to determine the mark to market value from time to time.

13.3 In addition to other remedies available to AETOS, if the Client fails to pay an amount when due under this Agreement, AETOS has the right to terminate (by either buying or selling) any or all of the Client's Open Positions.

## 14. Set Off Against Monies Owed

14.1 In addition to other remedies available to AETOS, if the Client fails to pay any amount when due under this Agreement and/or if a Default Event occurs, AETOS may set-off such amount against any amount payable by AETOS to the Client.

14.2 AETOS is entitled to set-off against any amounts due to it by the Client, any amounts received by AETOS from or on behalf of the Client including but not limited to moneys received as Margin Deposits or Margin Calls. AETOS may determine the application of any amounts which are to be set-off at its own discretion.

14.3 A Client must not set-off against any amounts the Client owes to AETOS by any amounts AETOS owes to the Client.

## 15. Delay

15.1 AETOS will use all reasonable efforts to process the Client's Contract order on a timely basis. However, AETOS shall not, in the absence of willful misconduct, be liable for delays, damages, failures or errors in the completion of the Contract order.

## 16. Rates



16.1 Rate indications from AETOS are available via the Online Platform or by telephone (the **Indication**). The Indication is not binding, and the Client agrees to accept the prices offered by AETOS when the Contract is executed

## 17. Quoting Error

17.1 AETOS will take reasonable steps to prevent Quoting Errors from occurring.

17.2 Should a quoting error occur AETOS:

- (a) reserves the right to make the necessary adjustments to correct the Quoting Error; and
- (b) is not liable for any damages, claims, losses, liabilities or costs arising from the Quoting Error.

17.3 Any dispute arising from a Quoting Error will be resolved on the basis of the fair market value, as determined by AETOS acting reasonably, of the relevant currency at the time such Quoting Error occurred.

## 18. Providing Instructions

18.1 If the Client uses AETOS's online transaction systems (the "**Online Platform**") the Client confirms and accepts the following:

- (a) The Client may be able to enter into Contracts at the rates quoted on the Online Platform.
- (b) All transactions must be completed using the logins and passwords allocated to the Client by AETOS and valid entry of such a login and password will constitute an authorisation by the Client to complete the Contract specified irrespective of whether the login and password are entered by an Authorised User.
- (c) The Client must ensure that the logins and passwords are kept secure and confidential. The Client must also ensure that each Authorised User to whom a login and password is provided, will keep them secure and confidential. The Client will advise AETOS immediately if the Client has any reason to believe that the login and passwords allocated to the Client have not been kept secure and confidential.
- (d) The Client must ensure that no unauthorised person is able to use the logins and passwords. As part of this obligation the Client must ensure that each Authorised User quits the Internet browser after using the Online Platform.
- (e) AETOS may at any time without Notice to the Client suspend, withdraw or deny access to the Online Platform for any reason including but not limited to security, quality of service, failure by the Client to pay an amount when due or breach by the Client of any provision of this Agreement.

18.2 AETOS will not typically accept Instructions face to face at AETOS's Registered Office. However, AETOS may at its discretion allow an Authorised User to request AETOS to accept Instructions, enter into Contracts and make financial dealings by physically visiting AETOS's Registered Office. The Client acknowledges and agrees that upon the acceptance by AETOS of the Authorised User's Instructions, the



Client shall be bound by those Instructions.

18.3 In the event of the Online Platform being unable to accept Instructions, an Authorised User may request AETOS to accept Instructions and enter into Contracts by telephone. AETOS may check the authority of the caller by requesting the caller give his or her name and confirming that such name has been notified to AETOS by the Client as an Authorised User. AETOS may at its discretion ask the caller for additional information to confirm the caller's identity. Upon such check confirming the identity of the caller, AETOS may assume that the caller has the full authority as previously advised by the Client.

18.4 The Client acknowledges and agrees, and will ensure that each Authorised User acknowledges and agrees, that AETOS may make a recording of any telephone conversation between any person and AETOS at any time. The recording remains the property of AETOS. The telephone recording can be used by AETOS to confirm the terms and conditions of any transaction where there is dispute with a Client as to the Trade Contract Terms of the transaction, and for training, monitoring and compliance purposes.

## **19. Deduction of Intermediary/Receiving Bank Fees**

19.1 In some circumstances a number of intermediaries may be involved in payment transaction and may deduct a charge. The receiving bank may also take a charge. These charges cannot always be calculated in advance, and the Client will be liable for these expenses.

19.2 AETOS will not be liable for losses that result from fees under clause 19.1 being levied. AETOS will use its best endeavours to ensure that all fees associated with a transaction are disclosed in the Trade Contract Terms or PDS or FSG. However, due to the complexity of the international foreign exchange markets this may not always be possible. If it is important that an exact amount of a particular currency arrives, the Client agrees to advise AETOS accordingly and AETOS may be able to pre-cover any undefined charges.

## **20. Circumstances beyond AETOS' Control**

20.1 If AETOS is unable to perform its obligations under this Agreement or a Contract because of factors beyond its control or because of a Force Majeure Event, AETOS will notify the Client as soon as is reasonably practicable and will use reasonable endeavours to secure the return of any money paid by the Client in respect of which AETOS has been unable to discharge its obligations under this Agreement.

20.2 AETOS may give a Notice to the Client at any time if it forms the view that market conditions in the relevant financial market for the currency, commodity or other underlying instrument concerned are seriously disturbed including circumstances where, in AETOS's opinion, deposits in the currency concerned are not available in the ordinary course of business to AETOS in the relevant financial market or because of national or international financial, political or economic circumstances or because of exchange controls..

20.3 When a Notice is given under clause 20.2, AETOS's obligations will be suspended while it and the Client negotiate alternative arrangements. If both parties reach agreement before the Value Date, those alternative arrangements will apply. If they do not reach agreement within that period, each will be released from its obligations under the relevant transaction.

## **21. Client Money**



21.1 The Client agrees that AETOS may aggregate money paid into the Client Account (the **Monies**) with funds received from other Clients into a single designated account, which will be maintained as required by law.

21.2 The Client consents to and directs AETOS to:

- (a) retain any interest accrued from time to time on the Monies, and to invest that money as permitted by law;
- (b) withdraw Monies that constitute remuneration payable to AETOS; and
- (c) withdraw Monies that it is otherwise entitled to pursuant to law.

21.3 If the Client is a Wholesale Client, the Client authorises and directs AETOS to withdraw, apply or otherwise utilise the Monies:

- (a) in order to meet obligations (the **Obligations**) incurred by AETOS in connection with Contracts. Obligations may include an obligation to make payments to a Related Entity or a liquidity provider in connection with liabilities AETOS incurs when the Client and other clients place Contracts with AETOS. Liabilities in this sub-clause include but are not limited to minimum floating margin requirements imposed by a Related Entity or liquidity provider, or other hedging requirements;
- (b) in order to enforce other rights that AETOS has under this Agreement or in the PDS; and
- (c) for any other reason allowed by law.

21.4 The Client agrees that when AETOS uses the Monies for a lawful purpose as set out in this clause 21, the Monies do not belong to the Client and do not constitute a loan or constructive trust in favour of the Client.

21.5 If the Client has an open Contract, and it requires a deduction for any reason as set out in this Agreement or the PDS, that deduction may occur immediately when the deduction arises, and the Monies will become AETOS money. Conversely, if the Client has an open Contract, and it requires a credit for any reason as set out in this Agreement or the PDS, that credit will typically be applied to the Client's Monies immediately.

## 22. Termination

22.1 This Agreement may be terminated immediately by the Client or AETOS by Notice to the other in writing. However, termination by either party shall not affect any Contract or other transaction previously entered into and shall not relieve either party of any outstanding obligations arising out of this Agreement, nor shall it relieve the Client of any obligations arising out of any Contract entered into prior to such termination.

22.2 In the event that AETOS is made aware of or has reason to believe any of the following:

- (a) that the Client has provided false or misleading information to AETOS; or
- (b) that the Client has participated or is participating or has assisted or is assisting in money laundering or terrorist financing; or
- (c) that the Client is being officially investigated by law enforcement and/or regulatory agencies; or

(d) a Default Event has occurred,

then AETOS, at its sole discretion, may terminate this Agreement immediately by Notice to the Client, and AETOS at its sole discretion shall be relieved of any obligations set out in this Agreement or arising out of the transactions contemplated by this Agreement, including any obligations arising out of any Contract already entered into with AETOS.

## **23. Liability and Indemnity**

23.1 The Client shall indemnify and hold AETOS harmless from any and all liabilities, claims, costs, expenses and damages of any nature, including, but not limited to, reasonable legal fees and any fees and expenses incurred in connection with litigation, arising out of or relating to the Client or an Authorised User's negligence, mistake or wilful misconduct, the violation of any law by the Client, or the breach by the Client of any provision of this Agreement or if a Default Event occurs.

23.2 The Client also agrees to promptly pay AETOS for all damages, costs and expenses, including reasonable legal fees and expenses, incurred by AETOS in the enforcement of any of the provisions of this Agreement. The Client's obligations under this Clause shall survive the termination of this Agreement.

23.3 AETOS will use all reasonable endeavours to execute Contracts or make payments to the Client or to any third party specified by the Client, in accordance with the timing specified in the Client's Instructions. However, AETOS shall not be liable under any circumstances for any direct, indirect or consequential loss (including any loss of profits) incurred as a result of a delay in funds reaching the Client's nominated account.

23.4 Nothing in this Agreement is intended to limit or exclude any liability AETOS may owe the Client under any statutory rights the Client may have.

23.5 In calculating or mitigating its loss due to a Default Event or Quoting Error, AETOS is entitled to:

- (a) crystallise, unwind, reverse, repair or close any Open Positions by closing any open Contracts; and/or
- (b) nominate the date on which the open Contracts are valued; and/or
- (c) nominate the methodology used to calculate the open Contracts' value; and/or
- (d) take any other action that AETOS determines to be reasonably necessary to protect its legitimate interests.

## **24. Amending this Agreement**

24.1 The terms of this Agreement and any transactions under it, may be amended by AETOS at any time. AETOS will provide Notice to the Client of any such amendment. The Client agrees to be bound by the terms of such an amendment on the earlier of:

- (a) ten Days after AETOS has posted Notice of the amendment on the AETOS Website; or

- (b) on the date of the Client entering any Contract after the amendment. Any other amendments must be agreed to in writing between AETOS and the Client. If the Client does not consent to the amendment the Client can terminate the Agreement and the amendment will not apply retrospectively. Termination in this case does not affect any obligations owed by the Client, or rights of AETOS with regard to any open Contracts held by the Client.

24.2 Clause 24.1 does not apply to an existing Contract, if the Client would be disadvantaged by the amendment.

## **25. Dispute Resolution**

25.1 Except to the extent that this clause is inconsistent with the requirements of any legislative or regulatory regime, the dispute resolution process set out in this clause shall apply. The parties must use all their reasonable endeavours to resolve any dispute arising in connection with this Agreement or any transactions there under.

25.2 If the parties fail to resolve a dispute within 5 Days of one party giving Notice to the other of the dispute, either party may, by giving Notice to the other, refer the dispute to the parties' Senior Officers (where the Client is an individual no such referral is applicable) who, each party must ensure, must co-operate in good faith to resolve the dispute as amicably as possible within 10 Days of the dispute being referred to them.

25.3 If the Senior Officers (or individual and the AETOS Senior Officer) fail to resolve the dispute within 45 Days of the dispute being referred to them, the parties must, at the written request of either party and within 10 Days of receipt of the request, refer the dispute to mediation in accordance with, and subject to, the Institute of Arbitrators and Mediators Australia Rules for the Mediation of Commercial Disputes. The costs of the mediator shall be met equally by the parties. If the dispute or difference is not settled within 30 Days of the submission to mediation (unless such period is extended by Agreement of the parties), it shall be submitted to arbitration in accordance with, and subject to, the Institute of Arbitrators Australia Rules for the Conduct of Commercial Arbitrations.

25.4 This clause, however, does not limit the Client's rights (if applicable) to take any dispute to an external dispute resolution scheme of which AETOS is a member.

## **26. Notices**

26.1 Any Notice required or permitted to be given under this Agreement or for the purposes of this Agreement shall be in writing and shall:

- (a) If to the Client, be sent by prepaid registered mail or delivered by hand to the address of the Client set out in this Agreement, or such other address the Client designates in writing, or by AETOS posting a Notice to the AETOS Website; and
  - (i) if posted on the AETOS Website, Notice is deemed to have been given 3 Days after the Notice was posted on the AETOS Website; or
  - (ii) if the Notice was sent to the address of the Client, the Notice is deemed to have been given on the Day after the Notice was sent, unless delivered by hand in which case the



Notice is deemed to have been given on delivery.

- (b) If to AETOS, be sent by prepaid registered mail or delivered by hand to the address of AETOS set out in this Agreement or the PDS, or such other address as AETOS designates in writing, and such Notice is deemed to have been given on the Day after the Notice was sent, unless delivered by hand in which case the Notice is deemed to have been given on delivery.

26.2 Any Notice given or made under this Agreement may also be sent by email if:

- (a) the Notice is sent to the email address last notified by the intended recipient to the sender; and
- (b) the sender keeps an electronic or printed copy of the Notice sent.

26.3 A Notice sent by email will be deemed to have been given on the first to occur of:

- (a) receipt by the sender of an email acknowledgement from the recipient's information system showing that the Notice has been delivered to the email address stated above;
- (b) the time that the Notice enters an information system which is under the control of the recipient; or
- (c) the time that the Notice is first opened or read by an employee or officer of the recipient.

## **27. General**

27.1 This Agreement shall be governed by and construed in accordance with the laws of New South Wales, Australia. The parties agree to irrevocably submit to the non-exclusive jurisdiction of the courts of New South Wales, Australia.

27.2 At no time shall either party enter into commitments for or in the name of the other party or use their intellectual property for any purpose whatsoever. Except as specifically provided for in this Agreement, neither party will:

- (a) use the other party's name or intellectual property without the prior written approval of the other party; or
- (b) represent itself as being affiliated with, or authorised to act for, the other party.

27.3 Any rights or obligations that the Client may have pursuant to this Agreement shall not be assigned, transferred, sold, or otherwise conveyed, except with the prior written consent of AETOS. AETOS may, however, transfer any rights or obligations it may have pursuant to this Agreement to another party without the consent of the Client. Such an assignment shall only take place if a reasonable person would not expect it to cause detriment to a typical client of AETOS. The Client will execute any documents (including a deed of novation) reasonably required by AETOS to effect such a transfer. If the Client does not agree to AETOS assigning its rights, the Client may terminate this Agreement. However, termination in this case does not affect any obligations owed by the Client, or rights of AETOS with regard to any open Contracts held by the Client.

