



# RISK DISCLOSURE



NEXGEN ASSET MANAGEMENT  
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## INTRODUCTION

This Risk Disclosure Statement is provided by NexGen Asset Management (“NexGen”), a licensed broker and digital asset management firm. The purpose of this statement is to inform you of the risks associated with trading and investing in financial and digital assets. Before engaging in any trading or investment activities, you should carefully consider your financial situation, risk tolerance, and investment objectives.

## GENERAL RISKS

- **Market Risk**

The value of financial and digital assets can fluctuate due to market conditions. Prices can rise or fall, and past performance is not indicative of future results.

- **Liquidity Risk**

Certain assets may have limited liquidity, making it difficult to buy or sell positions at desired prices. This can result in significant price volatility and potential losses.

- **Leverage Risk**

Trading on margin or using leverage can amplify gains but also magnify losses. You may lose more than your initial investment, and it is possible to incur debt as a result.

- **Operational Risk**

Technical issues, system failures, or cybersecurity breaches can disrupt trading activities. We employ advanced security measures, but no system is entirely immune to operational risks.

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- Regulatory Risk

Changes in laws, regulations, or government policies can impact the trading and valuation of assets. Compliance with regulatory requirements is mandatory and subject to change.

- Counterparty Risk

Engaging in transactions with third parties involves the risk that they may default on their obligations, leading to potential financial loss.

- Digital Asset Risks

Digital assets, including cryptocurrencies, are subject to high volatility and regulatory scrutiny. The value of digital assets can fluctuate significantly within short periods, and there is a risk of total loss.

## **SPECIFIC RISKS**

- Forex Trading

Forex trading involves significant risk due to fluctuating currency values. Exchange rates can be influenced by political events, economic data, and market sentiment.

- Commodity Trading

Commodity prices can be highly volatile due to supply and demand factors, geopolitical events, and natural disasters.

- Stock Trading

Stock prices can be affected by company performance, industry trends, and broader economic conditions. Investing in stocks carries the risk of losing your principal investment.

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- Cryptocurrency Trading

Cryptocurrencies are highly speculative and subject to extreme volatility. Regulatory developments and technological changes can significantly impact their value.

## **INVESTMENT RISKS**

- No Guarantee of Profit

There is no guarantee that your investment will generate profits. You should only invest funds that you can afford to lose without affecting your financial stability.

- Diversification

Diversifying your portfolio can help manage risk, but it does not eliminate the risk of loss. All investments carry some degree of risk.

- Risk Management

Effective risk management strategies, such as setting stop-loss orders and using risk assessment tools, are essential to mitigate potential losses.

## **DISCLAIMER**

This Risk Disclosure Statement is not exhaustive and does not cover all potential risks associated with trading and investing. You should conduct your own research and consult with financial advisors to fully understand the risks involved.

## **CONTACT INFORMATION**

If you have any questions or need further clarification regarding the risks associated with trading and investing, please contact us at:

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