GLOSSARY

of the brokerage company Rioni Capital

(Dictionary and Definitions of Terms)

This Appendix contains a English glossary and definitions of terms used in the Company's documents, namely in the Brokerage Services Agreement, the Client Service Regulations and their appendices, as well as in other documents of the brokerage company **Rioni Capital**.

№№	TERM	Definition
1	**Client Questionnaire**	A collective term for the Individual Questionnaire and the Legal Entity Questionnaire (forms in Appendix No. 1 to the Agreement).
2	**KYC Data**	Information about the Client, its representatives, and beneficial owners, provided to the Broker as part of the questionnaire and supporting documents.
3	**Fiduciary Standard**	A basic principle for the protection of investors' rights and interests, as defined by the legislation of Georgia.
4	**Bank / Custodian Bank**	Any bank in which the Broker has opened bank accounts for the purposes of settlements for Clients' transactions and/or its own operations.
5	**Currency**	National or foreign monetary units, including the Georgian lari.
6	**Client Risk Profile**	Parameters of the risk management system applied to the Client's portfolio.
7	**Investment Adviser**	A management company or fund managing assets or funds on the basis of a license.
8	**E-Sign (Remote Agreement)**	Execution (acceptance) of the Agreement by sending to the Broker the documents and information required to enter into the Agreement and its Appendices, in electronic form (including using a simple electronic signature), via a dedicated section of the Website, the Client Portal, or the Partner's web interface using special technical means, in accordance with applicable civil legislation of Georgia and NBG normative acts.
9	**Government-Issued ID**	One of the following documents: • passport of a citizen of Georgia; • identification card (ID Card) of a citizen of Georgia; • birth certificate of a citizen of Georgia (for citizens of Georgia under 14 years of age); • passport of a foreign citizen; • residence permit in Georgia or another document recognized by the legislation of Georgia as a proper identity document.

10	**Interest Income**	Any cash and/or other property received in respect of securities, including, but not limited to, dividends, interest, accrued coupon income, other types of income and distributions paid (transferred) by the issuer of securities or another person that issued the securities, net of taxes, fees, and other mandatory withholdings.
11	**Eurobond**	Bonds denominated in a currency other than the currency of the issuer's country, issued by foreign governments and other public authorities, international organizations, large corporations and other legal entities, and traded on international capital markets.
12	**Order Ticket**	An instruction-type message for concluding transactions, submitted by the Broker (as a trading participant) to the Trading Organizer in the manner and on the terms established by the Trading Rules, for the purpose of executing the Client's Instruction.
13	**Client Assets**	The Client's cash, securities held in the Brokerage Account, precious metals, as well as the Client's cash, securities, precious metals that are to be credited to the Brokerage Account as a result of settlements under transactions concluded by the Broker in the Client's interests.
14	**Brokerage Account**	A structural unit for grouping information about operations related to movements of the Client's Property in the Broker's internal accounting system, used, inter alia, for the purposes of applying the Fee Schedule.
15	**Personalized Investment Advice**	Information addressed to a specific Client about securities, derivative financial instruments, currency and/or transactions with them, prepared taking into account the Client's objectives, experience, financial situation, and attitude to risk, meeting the requirements of Georgian legislation, NBG normative acts, and the Broker's internal documents governing investment advisory activities.
16	**Investment Advisory Services**	The Broker's service of providing the Client with personalized investment advice in accordance with the Agreement and Appendix No. 12 to the Regulations, as well as other internal documents of the Broker and the legislation of Georgia.
17	**Foreign Currency**	The official monetary unit of the relevant country or group of countries (including the euro), other than the Georgian lari.
18	**Foreign Security**	A financial instrument recognized as a security under the legislation of the relevant foreign jurisdiction and traded on foreign organized and/or unorganized markets, the rights to which are recorded with a foreign depository, custodian, clearing organization, or other professional participant regulated by the competent authority of its jurisdiction.

19	**Financial Instrument**	The subject matter and main terms of a transaction (securities, derivative financial instruments, currency, etc.) that may be concluded by the Broker pursuant to the Client's Instruction under the Agreement.
20	**DevEx Electronic Trading Platform**	An electronic trading system developed by Devexperts Solutions for access to financial market transactions via the Internet.
21	**Daily Reconciliation**	The Broker's recording in internal accounting of operations and entries to fix, in the Client Assets Portfolio, the Client's rights and Liabilities as of 14:00:00 (GET) on the business day following the reporting calendar day.
22	**Client Risk Classification**	A category characterizing the maximum permissible level of risk for the Client in the Broker's risk management system and determined by the Broker based on the Questionnaire and other information about the Client in accordance with the procedure established by the Agreement and the Broker's internal documents.
23	**Clearing House**	An organization entitled to perform clearing activities on the basis of a license or other authorization issued by the competent authority under the legislation of Georgia or the relevant foreign jurisdiction, as well as a foreign organization performing activities similar to clearing.
24	**Spot FX Transaction**	A purchase and sale transaction of foreign currency on organized foreign exchange markets.
25	**Currency Conversion**	An over-the-counter conversion of cashless funds, i.e., an exchange of the Client's source currency into the target currency at an agreed rate, including for the purpose of replacing the currency of a Liability. In an Instruction (including a Conditional Instruction) for Conversion for the purpose of replacing liabilities, the source currency means the currency into which the current currency of the Liability is converted; the target currency means the currency in which the Liability is denominated at the time such Instruction (Conditional Instruction) is submitted.
26	**Base Currency / Target Currency**	The currency from (into) which conversion is carried out or in which an obligation is denominated.
27	**Sub-Account**	A structural unit of the Broker's internal accounting, constituting part of the Client's Portfolio and intended for recording the quantity of the Client's Property and Liabilities by reflecting transactions and operations with the Client's securities, derivatives, precious metals, and cash. Within one Client Portfolio, at least one Sub-Account is opened; the number and structure of personal accounts are determined by the Client and/or the Broker in accordance with the Agreement.

28	**Client Portal**	An authorized organizational and technical remote service system (software) used by the Broker and the Client, providing access to the Broker's services, the Client's accounts and transactions via the Internet. The Client Portal enables conclusion and termination of Agreements, receipt and provision of services, and exchange of Electronic Documents and Notifications. The right holder of the Client Portal is the Broker. Access is provided to the Client via a web service (including via a link placed on the Broker's Website) and/or a mobile application. The Client Portal is provided to the Client in accordance with the Software Use Agreement "Client Portal" and remote client service agreement.
29	**National Bank of Georgia (NBG)**	The central bank of Georgia exercising supervision and regulation of financial institutions, including brokerage companies, in accordance with the legislation of Georgia.
30	**Open Position**	An unclosed buy or sell transaction in an asset, maintaining potential profit or loss until it is closed.
31	**Customer Liabilities**	All obligations of the Client to the Broker under agreements and transactions, including payment for services and expenses.
32	**Exchange / ATS**	A legal entity, including a foreign one (exchange, trading venue, broker, bank), ensuring the functioning of an organized market for securities, currencies, derivative financial instruments and other Instruments in accordance with the legislation of the relevant jurisdiction and its own Trading Rules.
33	**Primary Contact Number**	The Client's primary mobile phone number specified in the questionnaire and provided by the telecommunications operator.
34	**Principal Office**	The principal place of business of the Broker and its divisions, as indicated on the Company's website.
35	**Official Exchange Rate**	The exchange rate established and published by the National Bank of Georgia (NBG).
36	**Referral Partner**	A legal entity with which the Broker has entered into a paid services agreement for the search and attraction of potential clients, as well as for organizing document flow between the Broker and the Client, including via a dedicated website (web interface) on the Internet.
37	**Client Application Software**	Computer programs provided by the Broker to the Client and/or used by the Client in accordance with the Agreement and the Client's agreements with third parties, intended for exchanging Notifications, submitting Instructions, and accessing the Broker's services.
38	**Expected Exposure**	A value reflecting the potential impact of market changes on the Client's assets in accordance with NBG requirements.

39	**Client Portfolio**	A structural unit for grouping the Client's Sub-Accounts in the Broker's internal accounting system under the Agreement, within which the Broker performs control of the Client's risks and analysis of its transactions.
40	**Customer Order / Client Instruction**	An instruction-type message submitted by the Client to the Broker for the purpose of concluding a transaction and/or performing an operation in the Client's interests.
41	**Market Order**	An Instruction to conclude a transaction at the price available to the Broker on the relevant trading venue at the time of execution of the Instruction (without specifying a price limit). The Trading Organizer may set maximum permissible price deviations when executing such Instructions; information about this may be obtained by the Client on the official website of the relevant Trading Organizer.
42	**Limit Order**	An Instruction to conclude a transaction at the price specified in the Instruction or at a price more favorable to the Client.
43	**Exchange Rules**	Rules, regulations, instructions, procedures, regulatory documents or requirements of the Trading Organizer that are mandatory or recommended for execution by all trading participants on the relevant Trading Venue.
44	**Business Day**	A calendar day, excluding officially established weekends and public holidays under the legislation of Georgia, as well as transferred days off, on which the Broker conducts activities from 10:00 to 19:00 Georgian time (GET), unless otherwise established by the Broker and communicated to Clients via the Website. On days that are non-business days for the Broker but business days for any Trading Organizer and/or the state of the settlement currency, the Broker may, at its discretion, provide certain services, notifying Clients via the Website no later than 2 (two) Business Days in advance.
45	**Shareholder Register**	A list of persons (holders of securities) entitled to receive income on securities and other payments/distributions, compiled by the issuer of securities or another authorized person in accordance with applicable legislation.
46	**Market**	A place for concluding transactions with Instruments of a certain type, determined by the Broker. Within the Agreement, the Broker distinguishes, inter alia, the equity market, derivatives market, and foreign exchange market.
47	**Broker's Website**	The official website of the Company (www.rioni-capital.ge), containing information and documents for Clients.

48	**Sanctions Restrictions**	Any restrictive measures (including economic, financial, trade sanctions and other restrictions) adopted or imposed by: • state authorities of Georgia; • authorities of foreign states, unions of states, international organizations (including, but not limited to, the United Nations Organisation, the United States Department of the Treasury, the Council of the European Union, HM Treasury, the Office of Foreign Assets Control), in respect of states, persons, currencies, financial instruments or transactions, and prohibiting directly or indirectly: i. purchase, sale, or investment; ii. servicing, financial intermediation, participation in primary offerings; iii. entering into and/or executing certain or all types of transactions with financial instruments; iv. making payments and/or transactions necessary for execution of the Client's Instructions or obligations under transactions in the Client's interests. Sanctions Restrictions include, in particular, the inclusion of the relevant persons in the U.S. Treasury sanctions list "SDN List", as well as in other official sanctions lists.
49	**Broker Notification**	Any administrative or informational message exchanged between the Broker and the Client in the course of performance of the Agreement.
50	**Quote Currency**	The currency in which the price of an instrument is expressed or in which settlement under a conversion transaction is carried out.
51	**Contract Specification**	Standardized terms of a derivative financial instrument or transaction established by the Trading Rules and/or the Agreement (including the type of Instrument, underlying asset, lot size, term to maturity, settlement procedure and other parameters).
52	**Qualified Custodian**	An organization carrying out the activity of a specialized custodian of investment funds, pension schemes and/or other collective investment institutions on the basis of a license or other authorization issued by a competent authority in accordance with the legislation of Georgia or the relevant foreign jurisdiction.
53	**Round Lot / Standard Lot**	The minimum quantity of an instrument determined by the trading venue for concluding transactions.
54	**Portfolio Value**	The aggregate of the Client's Expected Positions of one Portfolio, expressed in Georgian lari (or in a foreign currency if provided for by the Agreement). The Portfolio Value displayed in the Trading System software used by the Client for exchanging Notifications with the Broker may differ from the value calculated by the Broker and disclosed in the Client Portal; the Client is obliged to independently monitor the value of any of its Portfolios.

55	**Stop Order / Stop-Limit Order**	An Instruction at a limit or market price for an exchange transaction with deferred conditions предусмотренные by the functional capabilities of the software, execution of which becomes mandatory for the Broker after occurrence of the conditions for order placement and/or transaction conclusion specified in the Instruction.
56	**Sub-Broker / Introducing Broker**	A Client of the Broker who is a professional participant of the securities market and carries out brokerage activities in the interests and on behalf of its clients on the basis of a license or other authorization of the regulator of the country of registration of such Client.
57	**Fee Schedule**	A standard commercial offer form determined by the Broker, specifying the list of services provided and the procedure for determining their cost. The list of Fee Schedules and the conditions for their application are contained in Appendices No. 2 and 2a to the Agreement.
58	**Account ID / Trader Code**	A unique alphanumeric code assigned by the Broker to identify the Client and its transactions.
59	**Trading Fee**	An additional remuneration of the Broker for executing exchange transactions on behalf of the Client, in accordance with the Fee Schedule.
60	**Trading Session / Market Day**	The period of time during which Trading Organizers conduct trading. The list of available Trading Organizers and their schedules is published on the Broker's Website.
61	**Prime Broker / Executing Broker**	A foreign or Georgian professional market participant holding the relevant license/authorization to carry out brokerage activities, through which the Broker executes Clients' Instructions on foreign trading venues and/or organized markets.
62	**Trade Execution / Filled Order**	A fully or partially executed Client Instruction having a unique number in the Broker's system.
63	**Conditional Order**	An Instruction contained in the text of the Agreement, its Appendices, or a separate agreement between the Client and the Broker, executed by the Broker only upon fulfillment of the conditions specified therein.
64	**Securities**	Issued and non-issued securities, including shares, bonds, investment units, other equity and debt instruments, as well as foreign securities recognized as such in accordance with the legislation of Georgia and/or applicable legislation of relevant foreign jurisdictions.
65	**Central Securities Depository**	A depository that has been granted the status of a central securities depository in accordance with the legislation of Georgia.
66	**Instant Messaging System**	A channel for exchanging information and Notifications in real time within the software provided by the Broker to the Client.

67	**E-Signature**	Information in electronic form attached to or logically associated with other electronic data and used to identify the signatory and confirm the integrity of an electronic document. Within these Regulations, a simple electronic signature is used in the meaning defined by applicable legislation of Georgia and the E-Signature Usage Agreement (Appendix No. 8 to the Regulations).
68	**Client ID / Unique Client Identifier (UCI)**	A personal alphanumeric code assigned to the Client upon registration on the Broker's website and remaining unchanged throughout the relationship.
69	**Variation Margin**	An amount of funds calculated by the Clearing House during a clearing session and subject to crediting to or debiting from the Sub-Account for each concluded futures contract and/or Open Position formed during previous clearing sessions, in accordance with the Specification of the relevant futures contract.
70	**Initial Margin / Performance Bond**	A parameter of the Broker's risk management system determined by the Clearing House and/or based on the Clearing House requirements for the amount of individual clearing collateral for the Client's Portfolio. The amount of Initial Margin displayed in the Client's software may differ from the amount calculated by the Clearing House; the Client is obliged to independently monitor the amount of Initial Margin.
71	**Mark-to-Market Margin**	Variation margin calculated by the Clearing House according to the variation margin calculation formula during a clearing session using the current settlement price of the i-th futures contract. The total Mark-to-Market Margin in the i-th currency forms the Client's obligations/claims and is included in the Expected Position for the corresponding currency. The Client is obliged to independently monitor the Mark-to-Market Margin.
72	**Clearing Session**	A period of time during which the Clearing House performs settlements on open positions, recalculates margin, and records the obligations of the parties.
73	**Futures Contract Specification**	A document establishing the standard terms of a futures contract: lot size, underlying asset, expiration date, settlement type, and tick size.
74	**Leverage**	The ratio between the volume of an open position and the Client's own funds, used to increase potential returns (and risk).
75	**Hedging**	An operation to reduce market risk using offsetting transactions or derivatives.
76	**Settlement Price**	A price established by the Clearing House for the calculation of variation margin and participants' obligations.
77	**Open Interest**	The total number of outstanding (not closed and not executed) contracts for a specific futures contract or option.

78	**Delivery Notice**	A document submitted by a clearing participant when intending to perform a contract through delivery of the underlying asset.
79	**Option Premium**	The price paid by the option buyer to the seller for the right (but not the obligation) to buy or sell the underlying asset at a specified price.
80	**Underlying Asset**	A financial instrument, commodity, or indicator on which a derivative financial instrument is based. This may be a security, commodity, currency, interest rate, or other indicator.
81	**Option Type (Call / Put)**	Determines the right to buy (Call) or sell (Put) the underlying asset at a fixed price.
82	**Option Expiration**	The date on which an option expires, after which the contract loses its validity and ceases to be tradable.
83	**Futures Position**	An obligation of a participant to buy (long) or sell (short) the underlying asset under a futures contract.
84	**Netting**	A process of offsetting mutual obligations between parties in order to reduce the total volume of settlements and risks.
85	**Clearing Member**	A participant of a clearing organization entitled to perform settlements and bear responsibility for clients' positions.
86	**Settlement Account**	A special account used for conducting clearing settlements and mutual settlements between participants.
87	**Collateral**	Assets (cash, securities) provided as collateral to secure the Client's obligations to the Broker or the clearing organization.
88	**Default Fund**	A reserve fund of the clearing organization used to cover losses in the event of default by participants.
89	**Maintenance Margin**	The minimum margin level that the Client is required to maintain in order to keep open positions.
90	**Delivery Month**	The calendar month in which performance or delivery under a futures contract takes place.
91	**Tick Size**	The minimum possible price change of a financial instrument established by the contract specification.
92	**Contract Multiplier**	A coefficient used to determine the total value of a futures or options contract (price × multiplier).
93	**Additional Fee**	A fee charged to the Client in the event of violation of the Capital Adequacy Ratio (CAR) in order to cover the Company's expenses.
94	**Adjusted Initial Margin (AIM)**	The aggregate amount of margin requirements for all open positions and orders of the Client.
95	**Analytical Value**	A revalued market or calculated fair value of securities in a margin transaction, taking into account accrued interest.

96	**Capital Adequacy Ratio (CAR)**	An indicator of the ratio of net asset value to the sum of margin requirements and non-marginable assets: CAR = 100% × NAV / (AIM + NMI).
97	**Non-marginable Assets (NMI)**	Client assets that are not accepted as collateral for margin transactions.
98	**Marginable Assets**	Client assets that may be used as collateral for margin transactions.
99	**Margin Call**	A notification from the Broker to the Client of the need to replenish the account or close positions in order to restore the required CAR level.
100	**Margin Loan**	Cash or securities provided by the Company to the Client for execution of margin transactions.
101	**Margin Requirements**	The amount of collateral required by the Company from the Client to open and maintain a margin position.
102	**Margin Transaction**	A transaction executed by the Client using leverage provided by the Broker (margin loan).
103	**Net Asset Value (NAV)**	The market value of the Client's assets minus all obligations to the Company.
104	**Client's Obligations / Indebtedness**	The aggregate of the Client's debt obligations to the Company, including commissions, interest, loan repayments, and other payments.
105	**Compensation Sum**	A monetary amount or market value of securities payable by the Client in connection with execution of margin transactions.
106	**Expenses**	The Company's expenses related to margin operations that are not included in the Compensation Sum.
107	**Explanatory Note**	A commentary to expense calculations, including accounting for dividends on securities that were included in the Client's obligations as of the record date.
108	**Interest**	An amount accrued for the use of borrowed funds and/or securities within margin transactions.
109	**Short Position**	A position arising from the sale of securities without coverage (expectation of a price decrease).
110	**Long Position**	A position arising from the purchase of an asset with the expectation of an increase in its market value.
111	**Cashless Transaction**	A transaction in which settlements are carried out by transfer without the use of cash funds.
112	**Client's Assets (Confirmed)**	Cash funds and securities of the Client that meet the Company's requirements and are available as collateral.

113	**Non-standard Report**	An individual account report generated upon request (audit, tax authorities, court, etc.).
114	**CQG Trading Platform**	An international system for trading futures and derivatives; brokers apply mark-ups to its tariffs.
115	**FIX Interface**	A protocol for connecting external trading systems and algorithms to the broker; the cost depends on speed and the range of instruments.
116	**Swaps and Structured Notes**	OTC derivatives concluded directly between participants, outside an exchange.
117	**Structured Products**	Complex financial instruments combining securities and derivatives.
118	**E / ER Type Account**	A classification of client accounts at U.S. brokers that differentiates the level of margin rights and restrictions.
119	**Real-time Market Data**	A stream of quotations and trading information provided on a subscription basis.
120	**DWAC / DRS Transfers**	Operations for the direct transfer of shares through the DTCC depository without a physical certificate.
121	**FOP Transfers**	Transfers of securities between brokers without cash settlement (settlement has already been performed earlier).
122	**Redomiciliation**	Re-registration of a legal entity or fund in another jurisdiction while preserving the ownership structure.
123	**Non-trading Orders**	Orders not directly related to trading operations (for example, transfers, reporting).
124	**Dematerialization (DEMAT)**	Conversion of securities into book-entry form with record-keeping through a depository.
125	**Corporate Actions**	Events affecting securities (dividends, splits, conversions, etc.).
126	**Lock-up Period**	A period established by the issuer (usually 90 days or more) during which shares may not be sold after placement.
127	**Initial Public Offering (IPO)**	Placement of a company's shares on an exchange for the purpose of raising capital.
128	**Secondary Public Offering (SPO)**	An additional issuance of shares of a company already traded on an exchange.
129	**Safekeeping**	A service for the secure custody of the Client's securities and assets in a depository or with a custodian.
130	**Over-the-Counter (OTC) Market**	A venue or form of trading where transactions are concluded directly between counterparties rather than through an exchange.
131	**Reporting Format**	The structure for presenting brokerage reports used for calculations and audits.

132	**Retail Client**	A client who is not a professional or eligible counterparty and receives the maximum level of regulatory protection.
133	**Informed Investor (Accredited Investor)**	A person recognized as such in accordance with Order of the President of the National Bank of Georgia No. 223/04 dated 16 December 2020 “On Approval of the Procedure for Recognition of a Person as an Informed Investor”, in accordance with the Procedure for Decision-Making on Recognition of Persons as Informed Investors of Rioni Capital LLC, published on the Broker’s Website, and in accordance with the Client Categorization Policy of the brokerage company “Rioni Capital”.
134	**Professional Client**	A client possessing sufficient knowledge, experience, and assets to understand risks and receiving limited protection under MiFID II.
135	**Eligible Counterparty**	A large and experienced market participant conducting significant trading operations (financial institutions, funds, etc.).
136	**Investment Services**	Activities licensed to the Company: reception and execution of orders, portfolio management, investment advice, etc.
137	**Investment Activities**	A set of actions of the Company within the scope of its license, including proprietary trading, custody of assets, and currency operations.
138	**Reception and Transmission of Orders**	A service for receiving instructions from the Client and transmitting them to third parties for execution.
139	**Execution of Orders on Behalf of Clients**	Execution by the broker of transactions with financial instruments on behalf of the Client.
140	**Dealing on Own Account**	Trading operations conducted by the Company using its own funds rather than the Client’s funds.
141	**Directive 2014/65/EU on Markets in Financial Instruments (MiFID II)**	The main EU act establishing requirements for the provision of investment services, client classification, and investor protection.
142	**Regulation (EU) No 600/2014 on Markets in Financial Instruments (MiFIR)**	An EU regulation supplementing MiFID II; regulates trade execution, reporting, transparency, and market access.
143	**Regulation (EU) No 1286/2014 on Key Information Documents for Packaged Retail and Insurance-based Investment Products (PRIIPs)**	An EU regulation establishing requirements for the content and provision of Key Information Documents (KIDs) for transparency and protection of retail investors.
144	**Securities Exchange Act of 1934**	A fundamental U.S. law regulating the secondary securities market, the activities of broker-dealers and exchanges; functionally analogous to MiFID II in terms of regulation of services and disclosure.
145	**Commodity Exchange Act (CEA) of 1936**	A law regulating trading in derivatives, futures, and swaps under the supervision of the CFTC; a functional analogue of MiFIR (regulation of trading and clearing).

146	**Investment Company Act of 1940 & Investment Advisers Act of 1940**	The SEC regulatory framework governing the activities of funds and investment advisers; analogous to PRIIPs in terms of risk disclosure and duties toward retail investors.
147	**Portfolio Management**	Activities related to discretionary management of the Client's assets based on the Client's investment objectives and strategy.
148	**Investment Advice**	A personalized recommendation to the Client regarding the acquisition, sale, or holding of financial instruments.
149	**Custody Services**	Custody and administration of financial instruments, including settlements, reporting, and corporate actions.
150	**Lending / Credit in respect of Financial Instruments**	Granting credit or a loan to the Client for transactions with financial instruments, with the Company participating in the transaction.
151	**FX Transactions related to Investment Services**	Currency transactions performed for the purpose of executing or supporting the Client's investment transactions.
152	**Investment Research / Financial Analysis**	Analytical activities aimed at providing information and forecasts on financial instruments and markets.
153	**Ancillary Services**	Additional services provided together with investment services — reporting, custody, clearing, consulting, etc.
154	**Offering of Investment Products**	Sale to Clients of financial instruments corresponding to their risk profile and investment objectives.
155	**Investment Services License**	Authorization issued by the regulator (NBG/EU) to provide investment and ancillary services.
156	**Exposure**	The total level of risk on an open position.
157	**Return**	Change in the value of an instrument over a period.
158	**Volatility**	A statistical measure of price variability.
159	**Value-at-Risk (VaR)**	The maximum expected loss over a specified confidence interval.
160	**Stress-Loss**	Portfolio loss under stressed market movements.
161	**Gap Sensitivity**	Sensitivity of the Portfolio to sharp price jumps.
162	**Exposure Limits**	The maximum permissible risk per instrument / Portfolio.
163	**Equity**	The Client's own capital. Cash funds and securities of the Client held in the Brokerage Account, as well as cash funds and securities of the Client to be credited to the Brokerage Account as a result of settlements on transactions concluded by the Broker in the Client's interests [from the Regulations].
164	**NLV — Net Liquidation Value**	The liquidation value of the Portfolio.
165	**Exposure at Default (EAD)**	The risk of losses in the event of default.
166	**Initial Margin (IM)**	The minimum collateral required to open a position. (In the Regulations: the required level of collateral for opening a position.)

167	**Maintenance Margin (MM)**	The minimum collateral required to maintain positions.
168	**Margin Level**	The ratio of equity to required margin.
169	**Margin Call Trigger**	The margin level at which a margin call is issued to the Client (a requirement to provide additional collateral or close the position to the required extent).
170	**Margin Close-Out Trigger**	The collateral level upon reaching which the Broker initiates forced liquidation of the Client's position.
171	**Counterparty Exposure**	Counterparty risk.
172	**Counterparty Reliability Score**	An assessment of the counterparty's financial and technological/operational resilience (if applicable).
173	**Settlement Delay**	Clearing delay. Delay in settlements on transactions and operations.
174	**Counterparty SLA Breach Indicator**	Breach of SLA by the service provider.
175	**Liquidity Score**	An indicator of an instrument's liquidity.
176	**Spread Indicator**	Deviation of the current spread from the average statistical spread.
177	**Market Depth (DOM)**	Order book structure and a liquidity indicator.
178	**Quick Ratio**	Coverage of liabilities by liquid assets.
179	**Liquidity Coverage Ratio**	The ratio of liquid assets to liabilities.
180	**Funding Gap**	The gap between sources of liquidity and liquidity needs.
181	**FX Exposure**	Open foreign exchange position.
182	**FX GAP**	Mismatch between assets and liabilities in a currency.
183	**FX Volatility**	Variability of foreign exchange rates.
184	**FX Sensitivity**	Portfolio response to changes in foreign exchange rates.
185	**Incident Frequency**	The number of operational incidents over a period.
186	**System Outages**	Unavailability of critical IT systems.
187	**Market Data Delay**	Delay in the provision of up-to-date market quotations.
188	**Execution Latency**	Delay in the execution of Client orders.
189	**Data Integrity Indicator**	An indicator of data accuracy and completeness.
190	**Error Rate of Manual Operations**	The frequency of personnel errors when performing manual operations.
191	**Uptime**	Service availability percentage.
192	**Latency**	Response delay.
193	**Failover**	Switching to a backup circuit/component of the IT system.

194	**Downtime**	Period of service/equipment unavailability.
195	**RTO (Recovery Time Objective)**	The acceptable recovery time.
196	**RPO (Recovery Point Objective)**	The acceptable data loss.
197	**Primary Market Data**	Price information received from exchanges.
198	**Secondary Market Data**	Price information received from data aggregators.
199	**Execution Data**	Information on trade execution.
200	**Reference Prices**	Prices used for asset valuation.
201	**Stress Prices**	Prices used for stress testing.
202	**Maximum Leverage**	The maximum permissible leverage.
203	**Concentration Limit**	A limit per single instrument / single counterparty.
204	**Issuer Concentration Limit**	The maximum limit per single issuer.
205	**Sector Exposure Limit**	The maximum limit per single sector.
206	**Country Exposure Limit**	The maximum limit per single country.
207	**Liquidity Constraint**	Limitation of positions based on liquidity.
208	**Risk Weight**	A risk weight used in the calculation of IM/MM.
209	**Risk Groups**	A set of parameters of the Broker's Risk Management System (RMS) applied to a specific Client Portfolio. The list of Risk Groups and their parameters are determined by the Broker and published on the Broker's Website.
210	**CCP (Central Counterparty)**	A central counterparty — a legal entity performing clearing activities in accordance with the legislation of Georgia or foreign regulation and assuming the function of a central counterparty for transactions of Clients and the Broker. The CCP becomes the buyer to every seller and the seller to every buyer (novation), ensuring clearing, settlements, risk management, margin requirements, close-out procedures, and other functions provided for by its rules.
211	**Broker**	Rioni Capital LLC (the Broker) — a professional participant in the securities market holding a brokerage license of the National Bank of Georgia, acting in the name and at the expense of the Client, or in its own name and at the expense of the Client, when concluding transactions with Financial Instruments for remuneration (commission).

212	**Brokerage agreement**	A brokerage services agreement concluded between Rioni Capital LLC (the Broker) and the Client, regulating the procedure for the Broker’s provision of services in financial markets, opening and maintaining the Client’s Brokerage Account, as well as the rights and obligations of the Parties. All appendices thereto, including these Regulations (Appendix No. 1 to the Brokerage Agreement), constitute an integral part of the Brokerage Agreement.
213	**Margin Close-Out Level/Liquidation Leve, Close-Out**	The collateral level upon reaching which the Broker initiates forced liquidation of the Client’s position.
214	**Infrastructure institution**	A prime broker, custodian, central securities depository, central counterparty, clearing organization, and other financial market infrastructure institutions.
215	**Trading Platform**	An information and trading remote-access system provided by the Broker to the Client for transmitting Messages and Orders electronically via the Internet. The list of trading systems and software used by the Broker may be expanded and is specified on the Broker’s Website and/or in the Appendices to the Agreement.
216	**Client**	A Client of the Broker — a natural or legal person having contractual relations with the Broker and applying to the Broker for the purpose of concluding transactions with Financial Instruments. The Client delegates to the Broker the authority to conclude transactions with Financial Instruments, providing the necessary resources and assuming the associated risks.
217	**ISLA**	An international association establishing standards and best practices for the securities lending market, including rules on securities return, income compensation, collateral management, and operational interaction among participants.
218	**Onboarding System**	An authorized organizational and technical remote service system (software) used by the Broker and the Client to support the Client onboarding process: remote client identification, document exchange, conclusion of the Brokerage Agreement, and opening of a Brokerage Account. Access is provided to the Client via a web service and/or a mobile application.
219	**Uncovered position**	A negative value of the Client’s Planned Position formed within the Portfolio by a specific type of Assets; the amount of the Uncovered Position is increased by the Broker by the amount of the Client’s Liabilities.
220	**Open Contract**	The number of open (concluded) derivative (futures or options) contracts in the Client’s Portfolio that have not been settled at the current time, i.e., are pending settlement completion or contract expiration.

221	**Client software**	Software for electronic computing machines provided by the Broker to the Client and/or used by the Client in accordance with the Agreement and the Client’s agreements with third parties, intended for exchanging Messages, submitting Orders, and accessing the Broker’s services.
222	**Derivative**	A derivative financial instrument (DFI, derivative contract, derivative) — a contract under which the parties obtain rights or assume obligations to perform certain actions in respect of an underlying asset.
223	**Notification**	Any directive or informational message sent by the Broker to the Client or by the Client to the Broker in the course of performance of the Agreement, including via the Client Portal, Trading Platform, e-mail, Chat, and other agreed communication channels.
224	**Electronic document**	Information recorded in electronic form containing mandatory requisites enabling unambiguous identification of its content, author, and time of creation. An electronic document has legal force equivalent to a paper document, provided that an established method of electronic confirmation is used (electronic signature, SSO authentication, qualified identification means, or other methods recognized by the regulator).
225	**Responsible person**	A person or organization entrusted, in accordance with the legislation of Georgia in the field of AML/CTF, with duties to prevent, detect, and control money laundering and terrorist financing risks, including compliance with established procedures and requirements (including financial institutions such as brokerage companies).
226	**Beneficial owner**	A natural person(s) who ultimately owns or controls the Client and/or on whose behalf a transaction or operation is conducted, including control exercised through an ownership structure or otherwise, directly or indirectly.
227	**Business relationship**	A relationship between a reporting entity and a Client established in connection with the provision of services or products which, by their nature, imply a certain duration (including the opening and maintenance of an account).
228	**Financing of terrorism**	Any activity or operation aimed at the provision, collection, transfer, or use of funds or other assets for the purpose of supporting terrorist activity, a terrorist, or a terrorist organization, regardless of the lawful or unlawful origin of such funds.
229	**Money laundering**	Any actions or operations aimed at concealing or disguising the illegal origin of assets or proceeds obtained by criminal means, or at giving them the appearance of lawful origin, as defined by the AML/CTF legislation of Georgia.

230	**Transactions**	Any operation or set of actions of the Client or the Broker related to financial instruments, funds, currency, or other assets, including submission and execution of orders, transfers, conversion, and settlements, for AML/CTF control purposes.
231	**Related Transactions**	Several interrelated transactions or operations united by a common economic substance, purpose, participants, source or destination of funds, or other characteristics which, for AML/CTF purposes, are subject to review in aggregate.
232	**Suspicious transaction**	A transaction, operation, or an attempt thereof in respect of which there are reasonable grounds to believe that it may be related to money laundering, terrorist financing, sanctions evasion, or other unlawful purposes and is therefore subject to analysis and, where necessary, reporting to the competent authorities.
233	**Unusual transaction**	A transaction or operation which, by its amount, frequency, structure, economic substance, or inconsistency with the Client's profile, is atypical and requires additional analysis for AML/CTF purposes; an unusual transaction may, but does not necessarily have to, be recognized as suspicious.
234	**Identification**	The procedure for obtaining and recording identification data of the Client, the Client's representative, and/or the beneficial owner in accordance with AML/CTF legislation requirements.
235	**Verification**	Verification of the accuracy of identification data of the Client, the Client's representative, and/or the beneficial owner on the basis of documents, information, or reliable sources, in the manner established by AML/CTF requirements.
236	**Confidential information**	Any information obtained within AML/CTF procedures, including Client data, CDD/KYC materials, results of transaction monitoring, grounds for suspicion, and the fact or content of reports to competent authorities, which is subject to protection and restricted disclosure in accordance with the law and internal documents.
237	**Politically Exposed Person (PEP)**	A natural person who is or has been entrusted with prominent public functions, as well as members of their family and persons closely associated with them, as defined by AML/CTF legislation and regulatory requirements.
238	**Reasonable assumption**	A conclusion or assumption based on facts, documents, behavioral indicators, transaction patterns, or other objective data sufficient for AML/CTF assessment, initiation of additional analysis, and/or a decision on further actions.
239	**Responsible employee**	An employee of the Broker appointed to perform AML/CTF control functions, including Client identification and verification, transaction monitoring, escalation of suspicious cases, and interaction with competent authorities in accordance with legislation and internal policies.

240	**Suspicious zone**	A corporate term (not a mandatory legal definition): a geographical area, jurisdiction, client segment, type of activity, or operational channel with elevated AML/CTF risk, identified by the Broker's internal risk assessment and/or communications from competent authorities, in respect of which enhanced control and monitoring measures are applied.
241	**Broker (Company, Rioni Capital LLC)**	The brokerage company Rioni Capital LLC, licensed by the National Bank of Georgia to conduct brokerage activities, which, when concluding transactions with financial instruments, acts on behalf and at the expense of the Client or in its own name and at the expense of the Client. With respect to the recording of the Client's rights to dematerialized securities, the Broker acts as an "account-holding entity" within the meaning of the Law of Georgia "On Ownership of Dematerialized Securities" and ensures the recording of such rights with a depository/custodian.