Kudo

Kudo

EXECUTION POLICY

Kudo Trade (Mauritius) Ltd

COMPANY NUMBER: C215955

EXECUTION POLICY

1. INTRODUCTION

This Order Execution Policy ("Policy") is provided by Kudo Trade (Mauritius) Ltd ("the Company" or "Kudo") is a business authorised and regulated by the Financial Services Commission of Mauritius under license number GB24203599, with registered address 6 St Denis Street, 1st Floor, River Court, Port Louis, Mauritius. This Policy explains how Kudo executes client orders in Margin FX contracts and Contracts for Difference (CFDs), the factors Kudo takes into account when executing orders, and the venues and methods used. This Policy forms part of the Client Agreement between Kudo and the Client. By entering into the Client Agreement, the Client consents to the terms of this Policy. Kudo will review this Policy at least annually and following any material change in execution arrangements.

2. DEFINITIONS AND INTERPRETATION

Throughout this Policy, the following words and expressions shall bear the following meanings:

Buy Limit means an order to buy a financial instrument once the price reaches a level lower than the current market price, placed in anticipation that the price, having fallen to a certain level, will increase;

Buy Stop means an order to buy a financial instrument once the price reaches a level higher than the current market price, placed in anticipation that the price, having reached a certain level, will continue to increase;

Client Agreement means the client agreement entered into between Kudo and the Client.

Market Order means an order to immediately buy or sell at the current quoted price;

Margin Level shall be derived from the formula (Equity / Margin x 100%);

Pending Order means execution of a trade at a specific price, which shall include Buy Limit, Buy Stop, Sell Limit, Sell Stop, Take Profit and Stop Loss;

Sell Limit means an order to sell a financial instrument once the price reaches a level higher than the current market price, placed in anticipation that the price, having increased to a certain level, will fall;

Sell Stop means an order to sell a financial instrument once the price reaches a level lower than the current market price, placed in anticipation that the price, having reached a certain level, will continue to fall;

Stop Loss means an order used to limit losses where the price of a financial instrument has moved in an unfavourable direction. If the instrument price reaches the specified level, the position will be closed automatically;

Stop Out occurs when the value of the Margin Level falls below the level as provided in the Trading Platform where force closing of the opened positions shall occur without any prior notice to the Client;

Take Profit means an order intended to realise a profit when the price of a financial instrument reaches a specified level, resulting in the automatic closing of the position.

The meanings of words and expressions that were not defined in this Policy shall follow the definitions described in the Client Agreement.

3. TRANSACTION TERMS AND CONDITIONS

3.1 The Client acknowledges that the leverage for futures shall be reduced by half when the trading market closes. Buy Limit, Sell Limit and Take Profit on currency pairs and CFDs are executed at the Client's input trading price at the first available market price. Buy Stop, Sell Stop and Stop Loss on currency pairs and CFDs are executed at the Client's input trading price at the first available market price. In the event:

- there is a gap at the time of opening and closing of the positions; and

- the input pending order is within the gap; the order shall be executed at the first available market price after the price gap.

The Client acknowledges that Buy Stop, Sell Stop, Buy Limit and Sell Limit orders are only available at 50 points above or below the current market price (only limited to certain types of trading accounts).

Kudo reserves the right to deny execution of an order in the event any transmission errors, delay, technical faults, malfunctions, illegal intervention on the trading platform resulted in price or quotation error of financial instruments offered by Kudo.

The Client acknowledges that amendment or cancellation of an order is not possible after the input price has reached the execution price.

3.2 Slippage and Gap Execution

Market conditions including rapid price fluctuations, limited liquidity, and low trading volume may result in slippage, meaning an order may be executed at a price different from the quoted or requested price. In the event of a price gap at the opening or closing of a trading session, or during periods of abnormal market conditions, pending orders within the gap will be executed at the first available market price after the gap. Kudo does not guarantee execution at the requested price for stop orders, stop-loss orders, or orders placed during periods of market disruption.

3.3 Stop Out and Negative Balance Protection

The Client agrees and acknowledges that when Stop Out occurs, force closing of the opened positions shall occur without any prior notice to the Client. Retail clients benefit from Negative Balance Protection under Kudo's policies, meaning that under normal market conditions the Client's account balance will not fall below zero as a result of Stop Out. This protection does not apply in circumstances of Force Majeure, abnormal market conditions, or breach of the Client Agreement. Where Kudo determines that a negative balance has arisen outside the scope of Negative Balance Protection, Kudo reserves the right to recover the shortfall from the Client in accordance with the Client Agreement.

3.4 Market Volatility, Requotes and Execution Conditions

During periods of fast markets, low liquidity, significant economic news releases, or market gaps, execution conditions may differ materially from normal trading conditions. In such circumstances Kudo reserves the right to requote an order, meaning that a revised price may be offered to the Client where the originally quoted price is no longer available at the time of execution. The Client may accept or decline the requoted price. Where a requote is declined or no response is received within the time specified by the platform, the order will not be executed. Kudo is not liable for any loss arising from a requote, a failure to execute, or a delay in execution caused by abnormal market conditions, economic announcements, or low liquidity periods. Clients are advised to exercise caution when placing orders around major economic data releases and market open and close times.

4. EXECUTION POLICY

We act as a principal and not as an agent on the Client's behalf at all times. However, we reserve our rights to transmit the Client's orders for execution to third party liquidity providers, whereby contractually Kudo is the sole counterparty to your trades and any execution of orders is done in the Kudo's name. Therefore, Kudo is the sole execution venue for the execution of the Client's orders. Kudo's prices are derived from liquidity providers and may differ from prices quoted on exchanges or other trading venues.
The Client acknowledges that the transactions entered with Kudo:

- are not undertaken on a recognised exchange;
- are over-the-counter ("OTC") transactions;
- may expose the Client to greater risks comparatively than recognized exchange, such as counterparty risk arising from execution outside a trading venue.

4.2 Best Execution

When executing client orders, Kudo will take all sufficient steps to obtain the best possible result for the Client, taking into account the following execution factors: price, costs, speed of execution, likelihood of execution and settlement, size, nature, and any other consideration relevant to the order. For retail clients, the best possible result will be determined primarily on the basis of total consideration, being the price of the financial instrument and the costs related to execution. Kudo will exercise its discretion in determining the relative importance of each factor based on the characteristics of the order, the financial instrument, and prevailing market conditions.

4.3. Liquidity Provider and Pricing Methodology

Kudo utilises liquidity providers and aggregation technology to source pricing and liquidity for financial products. Prices quoted to clients are derived from the best available bid and ask prices obtained from Kudo's liquidity providers at the time of execution. Kudo seeks to achieve the best possible result for clients under prevailing market conditions. The Company does not guarantee that prices will match those available on any recognised exchange or other trading venue. Kudo monitors execution quality on an ongoing basis to ensure that its liquidity arrangements continue to deliver competitive pricing for clients.

5. AMENDMENTS

The Client acknowledges that Kudo reserves the right to amend or update this Policy at any time. Where amendments are material, Kudo will provide the Client with reasonable notice prior to the amendments taking effect, in accordance with the notice provisions of the Client Agreement. Non-material amendments will take effect upon publication on the Kudo website. The Client undertakes to regularly review this Policy on the company's website https://www.kudo.com.
The official language of this Policy shall be English. Kudo may provide this Policy in other languages for information purposes only and in the event of any inconsistency or discrepancy between the English version of this Policy and any other language version, the English version shall prevail.