Dynamic Leverage and High Margin Requirements (HMR)
Terms & Conditions
The Legit Traders International LLC

Last Revised: June 2026

The Legit Traders International LLC (hereinafter named "The Legit Traders" or ''the Company''), with registration number: 1945 LLC 2026 is incorporated in 156 Cromwell Road, International House, London, United Kingdom, SW7 4EF by the Registrar of Limited Liability Companies.

Introduction

This policy outlines the leverage trading services provided by The Legit Traders which aims to ensure that the leverage levels offered to retail clients are in their best interests.
Contracts for Difference (CFDs), provided by The Legit Traders, are complex financial products with inherent risks, especially when trading with leverage. Leverage allows clients to control larger positions relative to their initial investment, increasing both potential profits and losses.
By using the Company's leverage trading services, clients agree to be bound by the following terms and conditions.

Leverage Trading Services:

1.1 The Company offers leverage trading services that allow clients to open larger positions with a smaller amount of capital.

Eligibility

1.2 The use of leverage trading services is subject to the client meeting the eligibility criteria determined by the Company, including but not limited to age, jurisdiction, and other requirements as specified by applicable laws and regulations.

Risks and Awareness:

2.1 Clients acknowledge and understand that leverage trading carries high risks, including potential significant financial loss.

2.2 Clients agree to independently assess their financial situation and the risks associated with leverage trading. The Company shall not be held liable for any losses incurred by the client.

Margin Requirements and Liquidation:

3.1 Clients agree to maintain the required margin as determined by the Company to support their leverage trading.

3.2 If the client fails to maintain the required margin, then liquidation is automatically performed by the platform when margin level drops below threshold. Clients acknowledge and understand that such liquidation may result in financial losses.

Equity-based Dynamic Leverage:

4.1 The Legit Traders uses an equity-based dynamic leverage system. Leverage levels vary depending on the client's account equity, unless a fixed leverage account is provided under special circumstances.

Our system will conduct periodic reviews of floating leverage accounts. Upon the account's equity value reaching the leverage level specified in the table below, the system will initiate adjustments within a five-minute window.

The table below refers to the equity tiers that The Legit Traders offers that depend on account equity. Accounts with a margin level below 200% are not checked by the system.

Please note that if an account has open trades while in one equity tier and equity changes enough to move the account into a different tier, then the margin of open positions will be recalculated according to the new tier.

Forex & Gold (Max leverage)	Silver (Max leverage)	Equity (USD)
1:2000	1:400	0 - 999.99
1:1000	1:200	1,000 - 9,999.99
1:500	1:100	10,000- 99,999.99
1:400	1:80	100,000 - 999,999.99
1:200	1:40	≥ 1,000,000

Note:

- Gold includes both XAUUSD and GAUCNH.
- The leverage for silver will be 20% of the account leverage.
- USDZAR, USDTRY, USDNOK, USDSEK, USDSGD are subjected to a maximum leverage of 1:50.
- USDHKD, USDCNH, and USDTHB are subjected to a maximum leverage of 1:100

Despite the equity tier table above, The Legit Traders reserves the right to adjust the leverage in the Account at any time without prior notice.

4.2 The maximum dynamic leverages for other types of CFDs offered by The Legit Traders are as specified below:

CFD Type	Max leverage
Indices	1:100
Energies	1:100
Cryptocurrencies	1:200
Stocks	1:10
Selected Currency Pairs	1:50 to 1:100

Note:

- In selected currency pairs:
  - The maximum leverage for USDZAR, USDTRY, USDNOK, USDSEK, and USDSGD is 1:50.
  - The maximum leverage for USDHKD, USDCNH, and USDTHB is 1:100.

High Margin Requirement (HMR) system:

5.1 The Legit Traders implements a High Margin Requirement (HMR) system around high-impact news events, market closures, openings, and holiday periods.

5.2 The HMR system applies to specific forex pairs and Metal CFDs (XAUUSD, XAGUSD, and GAUCNH) that involve the following currencies: USD, AUD, CAD, EUR, GBP, NZD, JPY, and CHF. HMR does not apply to accounts with leverage below 1:200. Therefore, any accounts whose leverage is below said threshold will not be affected during high-impact news and market close/open.

5.3 High Impact News Releases

If a significant (high-impact) news release affects one of the currencies mentioned above, forex pairs that include said currency will be affected by HMR. The affected period would be from 10 minutes before and 5 minutes after the news release.

Example of High Margin Requirements (HMR):

If a high-impact news release affecting the Australian dollar (AUD) will be taking place on Wednesday at 16:30, HMR will apply to AUDCAD, AUDCHF, AUDNZD, AUDJPY, EURAUD and GBPAUD 10 minutes before and 5 minutes after the news release, thus from 16:20 to 16:35, the maximum available leverage for the currency pair will be 1:200.

During periods of high-impact news involving the US Dollar (USD), the maximum leverage on related forex CFDs and gold CFDs (XAUUSD, GAUCNH) will be temporarily adjusted to 1:200; Silver CFDs (XAGUSD) will be temporarily adjusted to 1:40.

The Legit Traders will inform clients in advance through platform notifications whenever leverage adjustments are triggered by scheduled news releases.

HMR only applies to news trades opened within the predefined period; trades opened before are unaffected. Clients are advised to regularly monitor the MT4/MT5 mailbox, as high-impact news updates may be subject to modifications during the week.

After the news release period is over, the high margin requirements will be lifted, and the margin for trades opened within the period will be recalculated based on the equity of the trading account and the set leverage.

5.4 Market Closures and Reopenings (Weekends and Holidays)

5.4.1 Daily Market Close and Reopen High Margin Period

During the daily market close and reopen period, elevated margin requirements will apply to Metal CFDs. This high margin period runs from 30 minutes before the daily market close until 10 minutes after the market reopens, from Monday before market close to Friday after market reopen.

During this period, the maximum available leverage for new orders on gold CFDs, including XAUUSD and GAUCNH, will be limited to 1:200. The maximum available leverage for new orders on silver CFDs, including XAGUSD, will be limited to 1:40.

These leverage limitations apply only to new orders opened during the specified high margin period. Positions opened outside of this period will not be affected unless otherwise stated under this policy.

5.4.2 Weekend and Public Holiday Market Closures

In the last one hour before the market closes for a weekend or public holiday, the maximum leverage for new forex and gold CFDs positions (XAUUSD, GAUCNH) will be limited to 1:200; for silver CFDs, the maximum leverage will be reduced to 1:40; for indices CFDs, the maximum leverage will be temporarily reduced to 1:100; for energies CFDs, the maximum leverage will be temporarily reduced to 1:20.

30 minutes after the market reopens following a weekend or trading holiday, elevated margin requirements will be removed. Margins will then be recalculated based on the account’s net equity and the selected leverage setting.

5.5 Hedged Positions, Partial Close, and High Margin Requirements (HMR)

5.5.1 Margin Requirements for Hedged Position

Hedged positions require a specific percentage of margin to be maintained. For Forex and Precious Metals, the margin required for fully hedged (locked) positions is calculated at **12.5% of the total aggregate margin of both legs** (equivalent to 25% of a single-sided position). For Energies, Stock Indices, and Cryptocurrencies, the margin required for fully hedged (locked) positions is calculated at 50% of **the total aggregate margin of both legs** (equivalent to 100% of a single-sided position).

5.5.2 Partial Close and De-hedging

Closing one side of a hedged position, or a portion thereof, will partially or fully de-hedge the remaining position. The remaining unhedged portion is treated as a new open position and will immediately be subject to full margin requirements applicable at the time of the de-hedging, including any High Margin Requirement (HMR) levels them in effect.

- *Example 1:* If you hold a fully hedged position of 3 lots Buy and 3 lots Sell in EURUSD, closing the 3 lots Buy will instantly de-hedge the 3 lots Sell, requiring full margin for the remaining 3 lots Sell.

- *Example 2:* During an HMR period, if you hold 1 lot Buy and 0.5 lot Sell in EURUSD (0.5 lot hedged) and close 0.1 lot of the Sell, your remaining position becomes 1 lot Buy and 0.4 lot Sell. The unhedged portion increases to 0.6 lot, for which full HMR margin must be maintained.

5.5.3 Restrictions on Closing Hedged Positions during HMR

During periods of high market volatility, margin requirements may be increased (e.g., during HMR). Since closing a hedged position releases the remaining leg as an unhedged position, the system will automatically prohibit the closure of any hedged orders if your Free Margin is insufficient to cover the new margin required for the remaining unhedged position.

- *Example:* An account with USD 100 equity opens a 1 lot Buy and 1 lot Sell in EURUSD at 1:2000 leverage, leaving USD 86 Free Margin. When leverage is adjusted to 1:200 due to HMR, closing the Sell requires USD 550 margin for the remaining Buy. Since the Free Margin is only USD 86 (a deficit of USD 464), the system will reject the request to close the Sell order.

5.5.4 Automatic Cancellation of Take Profit (TP) / Stop Loss (SL)

If a hedged order triggers a pre-set TP or SL, the opposite leg will instantly be de-hedged. If the account's Free Margin is insufficient to support the remaining unhedged position at that exact moment, **the TP and SL instructions on the remaining order may be automatically cancelled or removed without prior notice where insufficient margin exists to support the unhedged position. system**. This operational logic is identical to a pending order being cancelled due to insufficient margin upon activation. Clients are strongly advised to monitor their

margin levels when applying TP/SL to hedged positions. The Company shall not be liable for any losses arising from the rejection of closing instructions, cancellation of TP/SL orders, or other system actions resulting from insufficient margin.

Note: The Company reserves the right to apply margin requirements, hedging calculations, and position management rules in accordance with its prevailing trading conditions and risk management policies.