



Margin Information Policy

Version 1.1 – Last April 2025

Riverquode.com is a brand owned and operated by AZUREVISTAFX (PTY) LTD, regulated by the Financial Sector Conduct Authority (FSCA) of South Africa, with FSP License Number 52830 - www.riverquode.com

1. Introduction

This Margin Information Policy outlines how margin is calculated and maintained at Riverquode.com, a brand operated by AzurevistaFX (Pty) Ltd, regulated by the Financial Sector Conduct Authority (FSCA) of South Africa under FSP License Number 52830. This policy combines industry's best practices and FSCA principles to ensure that margin requirements, trading risks, and liquidation procedures are clearly communicated to clients.

2. Margin Definition and Calculation

Margin represents the amount of funds required in a client's account to open and maintain a leveraged position. It acts as a collateral for open positions.

Formula: $\text{Margin} = (\text{Contract Size} \times \text{Price}) / \text{Leverage}$

Example:

If you trade 1 standard Lot of EUR/USD (100,000 units) at a price of 1.1200 with a leverage of 1:100:

Trade Value = $100,000 \times 1.12 = 112,000$ USD

Margin Required = $112,000 / 100 = 1,120$ USD

3. Free Margin and Margin Level

Free Margin refers to the funds in a client's account that are not being used as margin for open positions.

Formula: $\text{Free Margin} = \text{Equity} - \text{Used Margin}$

Margin Level is a ratio (expressed as a percentage) that shows the relationship between equity and used margin.

Formula: $\text{Margin Level} = (\text{Equity} / \text{Margin}) \times 100$

If the Margin Level drops below 100%, the trader may be restricted from opening new positions. Riverquode.com may initiate margin calls or automatically close open positions to protect against further losses.

4. Margin Call and Stop-Out Levels

Riverquode.com is a brand owned and operated by AZUREVISTAFX (PTY) LTD, regulated by the Financial Sector Conduct Authority (FSCA) of South Africa, with FSP License Number 52830 - www.riverquode.com

- **Margin Call Level:** 100%
- **Stop-Out Level:** 20%

If a client's margin level falls below 100%, a margin call may be issued requesting additional funds to maintain open positions. If the margin level drops to or below 20%, the system will begin liquidating positions automatically, starting with the most unprofitable, until the required margin level is restored.

Please note that the Company is not obligated to issue a formal margin call prior to stop-out.

5. Margin by Account Type

Account Type Margin Call Level Stop-Out Level

Classic	100%	20%
Silver	100%	20%
Gold	100%	20%
Platinum	100%	20%
VIP	100%	20%

6. Example Scenarios

Scenario 1 – Profit:

Deposit: 10,000 USD | Leverage: 1:100 | Buy 5 Lots EUR/USD at 1.1200 Trade Value = 560,000 USD | Margin = 5,600 USD

If EUR/USD rises to 1.1350, unrealized profit = 7,500 USD

New Equity = 17,500 USD | Free Margin = 11,900 USD

Margin Level = $(17,500 / 5,600) \times 100 = 312.5\%$

Scenario 2 – Loss:

If EUR/USD falls to 1.1050, unrealized loss = -7,500 USD

New Equity = 2,500 USD | Free Margin = -3,100 USD

Margin Level = $(2,500 / 5,600) \times 100 = 44.6\%$



If price drops further to 1.1010, loss = -9,500 USD

New Equity = 500 USD | Margin Level = $(500 / 5,600) \times 100 = 8.9\%$ → below Stop-Out
→ positions auto-closed

7. Important Notes

- Margin requirements vary by instrument and may change based on market conditions.
- Clients are responsible for monitoring their margin levels at all times.
- Margin trading involves significant risk and may result in loss exceeding the initial investment.
- Riverquode.com reserves the right to change leverage or margin requirements without prior notice in volatile conditions.

8. FSCA Compliance and Client Responsibility

This policy adheres to the principles of the FSCA's Treating Customers Fairly (TCF) framework, particularly around transparent communication of trading risks and margin mechanisms. Clients are encouraged to understand the margin implications of leveraged trading and to maintain sufficient account funding.



AZUREVISTAFX (PTY) LTD

AZUREVISTAFX (PTY) LTD under the brand riverquode.com is a South Africa Investment Firm, authorized and regulated by the Financial Sector Conduct Authority (FSCA) of South Africa, with FSP License Number 52830. AZUREVISTAFX (PTY) LTD registration number is 2020/750823/07.

Registered Address: 2ND FLOOR NORWICH PLACE, NORWICH CLOSE, SANDOWN SANDTON, GAUTENG, 2031

Website: www.riverquode.com

support@riverquode.com