

## Relationship Disclosure: Tied Agent

J. Knobel Investor Services Limited is the Advisor and The Advisor acts as a **tied agent** of **Mega Equity Securities and Financial Services Limited**, a regulated financial services firm, regulated by CySEC (License No. 011/03).

As a tied agent, the Advisor provides investment advisory services exclusively through Mega Equity. This relationship does not affect the objectivity or quality of the advice provided to Clients, but it means that the Advisor works on behalf of Mega Equity Securities in providing financial services.

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## Brokerage Account Requirement

To participate in this service, the Client will be required to open a brokerage account with **Mega Equity Securities and Financial Services Limited** or an affiliated third-party broker designated by Mega Equity. This broker will provide the necessary brokerage services for executing transactions.

The Client is responsible for all costs and fees associated with this brokerage account, which may include:

- **Transaction Fees:** Commissions or fees for executing trades.
- **Custodian Fees:** Fees for the custody and safekeeping of assets.
- **Account Maintenance Fees:** Other fees that may apply to your brokerage account.

**The Advisor is entitled to share in the brokerage commissions and other fees charged by the broker.** This arrangement means that a portion of the fees you pay for executing trades or maintaining your account may be compensated to the Advisor as part of their agreement with the broker. This compensation does not impact the advisory services provided to the Client, and all fees will be disclosed to the Client before any transaction is executed.

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## Investment Objectives

The primary objective of this model portfolio is long-term capital growth with a balanced approach to risk. By diversifying across sectors, company sizes, and asset types, the portfolio seeks to optimize risk-adjusted returns while mitigating the impact of market volatility.

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## Risk Considerations

Investing in this model portfolio involves certain risks, including but not limited to:

## JK Model Portfolio Disclosure Document

### Important Disclosure

This document provides information about the objectives, strategy, and risks associated with the model portfolio described below. It also outlines the terms under which the portfolio is offered as a non-discretionary investment advisory service. This document is intended for use in a sales presentation and is not a recommendation for investment. Investors should read this document carefully before making any investment decision.

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### Portfolio Overview

The model portfolio is designed to provide long-term capital appreciation through a diversified mix of asset classes, including:

1. **Energy ETFs** – Exposure to energy markets, focusing on companies in oil, gas, and renewable energy sectors.
2. **Small-Cap Company ETFs** – Investment in small-cap companies for growth potential, recognizing higher volatility and risk.
3. **Large-Cap ETFs** – Stability through established, well-capitalized companies, offering steady growth.
4. **Precious Metals ETFs** – A hedge against inflation and economic uncertainty through exposure to gold, silver, and other metals.
5. **Managed Futures ETFs** – Diversification through alternative investment strategies, aiming to reduce correlation with traditional asset classes and manage risk.

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### Investment Advisory Service: Non-Discretionary

This model portfolio is offered as a **non-discretionary portfolio management service** under an investment advisory arrangement. This means that:

- **Non-Discretionary Management:** The Advisor will provide investment recommendations and strategies based on the model portfolio, but no changes or transactions will be made without the Client's explicit approval.
- The Advisor will recommend investment actions (buy/sell) based on the portfolio's performance and market conditions, but the **Client retains full control over final decisions.**

- **Market Risk:** The portfolio is subject to market fluctuations and may experience losses due to economic downturns.
- **Sector-Specific Risk:** Concentrated investments in energy ETFs may experience high volatility due to commodity price changes and geopolitical factors.
- **Small-Cap Risk:** Small-cap companies are more volatile and may carry higher risks than large-cap companies.
- **Precious Metals Risk:** Precious metals are susceptible to price swings driven by global economic conditions and currency movements.
- **Managed Futures Risk:** These investments involve complex strategies and may experience large fluctuations in value.

The Client acknowledges that by participating in this model portfolio, they may experience significant fluctuations in value and potential losses of capital.

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### Suitability

This portfolio is designed for investors who seek long-term growth, are willing to accept moderate to high risk, and understand the potential for significant short-term fluctuations. It may not be suitable for risk-averse investors or those seeking regular income.

Investors will be required to undergo a suitability assessment to ensure the portfolio aligns with their investment profile and risk tolerance.

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### Past Performance Disclaimer

Past performance is not indicative of future results. The model portfolio's composition and strategy may change over time based on market conditions or investment outlook. There is no guarantee that the portfolio will achieve its investment objectives.

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### Non-Discretionary Nature of Service

As this is a non-discretionary service, the Client is responsible for making the final decision on all transactions. The Advisor is not liable for any delays in executing trades due to the Client's decision-making process. All investment recommendations are advisory in nature, and the Client retains full control over the assets in their account.

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### Consultation with Financial Advisors

Potential investors are encouraged to consult with their financial advisor or tax professional to ensure that this model portfolio

aligns with their financial situation, risk tolerance, and investment goals. The Advisor does not provide legal or tax advice, and the Client is solely responsible for any legal, tax, or other implications arising from their investment decisions.

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### Acknowledgement

By participating in this model portfolio, the Client acknowledges that they have read and understood the terms and conditions, including the nature of non-discretionary management, the tied-agent relationship with Mega Equity Securities, and the requirement to open and maintain a brokerage account with Mega Equity or a designated third-party broker. The Client also acknowledges the potential sharing of brokerage fees between the Advisor and the broker.

### Contact

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