

CRYPTO BUYING POWER | Risk Disclosure Statement

You're borrowing against cryptoassets you already hold. Please read the points below, together with the full Loan Terms, before you continue.

Who does what

- **eToro (Europe) Ltd** — EU-authorised (CySEC; MiFID II / MiCA). Exchanges your USDC/USD and holds and safeguards your pledged cryptoassets while the loan is active. It is not the lender.
- **eToro Group Trading Ltd** — Based in the British Virgin Islands and unregulated. It is the lender: it provides the loan and sets the Loan Terms. It sits outside the EU regulatory perimeter, so the Investor Compensation Fund and EU consumer-credit protections don't apply to the loan.

Key risks of this arrangement

- **Borrowing magnifies losses** — Using borrowed money increases your exposure and can magnify your losses. If your investments fall in value, your loss can be proportionately larger — and you still owe the full amount borrowed.
- **The loan itself is unregulated** — The loan comes from eToro Group Trading Ltd, an unregulated entity. It isn't covered by an Investor Compensation Fund or consumer-credit protections.
- **Your cryptoassets are locked** — While the loan is active you can't withdraw, stake, or otherwise use your pledged cryptoassets. You can close your position at any time to repay the loan and get any remaining balance back.
- **They can be sold without notice** — If their value falls to, or below, the level needed to support the loan, they can be sold without warning. If the sale doesn't cover the loan, you remain liable for the shortfall.
- **The loan is in USDC** — The loan is in USDC, a stablecoin currently valued at a proxy rate of \$1. That \$1 value is not guaranteed by eToro or any government.

Trading and crypto risks

- **Markets move** — The value of investments, including cryptoassets, can rise and fall — you could get back less than you put in, or lose it all. Past performance doesn't predict future results.
- **Leverage cuts both ways** — Any borrowing or leverage used to invest amplifies both gains and losses, and losses can exceed what you put in.
- **Crypto is highly volatile and can be illiquid** — Cryptoasset prices are especially volatile and can be hard to sell quickly at a fair price, particularly in stressed markets.
- **Concentration adds risk** — Putting too much into one asset or one type of investment increases the impact if it falls in value.
- **Custody and cyber risk** — Your pledged cryptoassets and the systems behind them can be exposed to technology and cybersecurity risks.