



# Investor Compensation Fund

AJK Wealth Management Limited (AJK Wealth) is part of the AJK Group of Companies with a Leading Direction for Financial Services and is an authorized Investment Firm, regulated by the Cyprus Securities and Exchange Commission (License Number 139/11). AJK Wealth is licensed by the Cyprus Securities and Exchange Commission (“CYSEC”) for the provision of Financial Advisory, Portfolio Management, Reception & Transmission and Custody services.

AJK Wealth is a member of the Investor Compensation Fund for Clients of Investment Firms (the «Fund»). The purpose of the Fund is to pay compensation to retail investors in those cases in which the investment firm concerned is unable to pay over Clients’ assets due to its financial circumstances, and there is no realistic prospect of these circumstances improving in the near future. The Fund compensates covered Clients claims arising from the services provided by a Cyprus Investment Firm (the “CIF”) who are members of the Fund, in the event where a CIF fails to fulfil its obligations. Failure to execute its obligations consists of:

- a) Failure to return Clients funds owed to them or funds which are held, directly or indirectly, in the framework of the provision by the member of the Fund to the Client of a covered service and which the Client has requested that the member of the fund returns in exercise of their relevant right.
- b) Failure to return to covered Clients financial instruments which belong to them and which the member of the Fund holds manages or keeps on their account, including circumstances where the member of the Fund is responsible for the management of the said Financial Instruments.

## Covered services:

Covered services are the services offered by the CIF as these are listed on the CIF’s license issued by CYSEC. The Fund shall not pay compensation to individuals for which criminal proceedings under the provisions of the Prevention and Suppression of the Legalization of the proceeds from Criminal Activities Law of 2007 are pending against them.

## Payable Compensation:

The Fund does not cover institutional or professional investors and the total payable compensation to each covered Client may not exceed €20,000, irrespective of the number of accounts held, currency and place of offering the investment service. If the claim exceeds €20,000 then the claimant is only entitled to receive a maximum of the equivalent of €20,000.





The amount of the payable compensation to every covered Client is calculated on the basis of the legal and contractual terms which govern the Client's relationship with the Fund member, without prejudice to the setting-off rules which apply for the calculation of claims between the covered Client and the Fund member.

The Fund will commence the compensation payment process if at least on of the following prerequisites is fulfilled:

- a) CYSEC has determined that a member of the Fund is unable to meet its obligations arising from the Clients' claims in connection with the covered services it has provided, provided that this inability is directly related with the member's financial circumstances which show no prospect of improving in the near future, **or**
- b) A judicial authority/ court has been presented with reasonable grounds directly related to the financial circumstances of the member and has made a decision which has the effect of suspending the investor's ability to lodge claims against the member.

