

3 December 2020

CYSEC Board Decision

Announcement date:	03.12.2020	Board decision date:	05.10.2020
Regarding:	Maxiflex Ltd		
Legislation:	The Investment Services and Activities and Regulated Markets Law		
Subject:	Settlement €370.000		
Judicial Review:	N/A	Judicial Review Ruling:	N/A

The Cyprus Securities and Exchange Commission («CySEC») would like to note the following:

CySEC, under article 37(4) of the Cyprus Securities and Exchange Commission Law of 2009, has the power to reach a settlement for any violation or possible violation, act or omission for which there is reasonable ground to believe that it took place in violation of the provisions of CySEC's supervised legislation.

A settlement has been reached with the CIF **Maxiflex Ltd** («the Company») for possible violations of The Investment Services and Activities and Regulated Markets Law of 2017 («the Law»), as these appeared between January 2019 – September 2020, following CySEC's investigations. More specifically, the settlement reached involved the assessment of the Company's compliance with:

1. article 22(1) of the Law, as to the authorisation conditions of articles 17(2), 17(3) and 17(6) of the Law, regarding the organisational requirements with which a CIF is required to comply,
2. article 24(1) of the Law regarding conflicts of interest,
3. article 25, paragraphs (1) and (3), of the Law regarding the general principles and information to clients,
4. article 26, paragraphs (2)(a) and (3)(a), of the Law regarding the assessment of suitability and appropriateness and reporting to clients, and
5. article 28, paragraphs (1)(a) and (8), of the Law regarding the obligation to execute orders on terms most favourable to the client.

The settlement reached with the Company, for the possible violations, is for the amount of **€370.000**. The Company has paid the amount of €370.000.

It is noted that all amounts payable from settlement agreements are considered revenue (income) of the Treasury of the Republic and do not constitute income of CySEC.