

29 December 2023

CYSEC Board Decision

Announcement date:	29.12.2023	Board decision date:	27.3.2023
Regarding:	NAGA MARKETS EUROPE LTD		
Legislation:	The Investment Services and Activities and Regulated Markets Law Regulation (EU) 600/2014		
Subject:	Settlement €150.000		
Judicial Review:	N/A	Judicial Review Ruling:	N/A

The Cyprus Securities and Exchange Commission (“the 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 **NAGA MARKETS EUROPE LTD** (“the Company”) for possible violations of The Investment Services and Activities and Regulated Markets Law of 2017 (“the Law”). More specifically, the investigation for which the settlement was reached, involved assessing the Company’s compliance, for the period of January 2021 to April 2022, following a desk based review and other information, with regard to:

1. Article 22(1) of the Law, as to the authorisation conditions and, specifically, as to the conditions laid down in article 5, section 5(b), and article 17(2) of the same law, regarding the requirement for CIF authorization and the organisational requirements with which a CIF is required to comply.
2. Article 25, sections (1), (2)(a)(iii), (2)(b), and (3)(a), of the Law regarding the general principles and information addressed to clients.
3. Article 26, section (2)(a) of the Law, regarding the assessment of suitability and appropriateness and reporting to clients.

4. Article 28, section (7) of the Law, regarding the obligation to execute orders on terms most favorable to the client.

5. Article 42 of Regulation (EU) 600/2014 regarding the Product Intervention by competent authorities.

The settlement reached with the Company, for the possible violations, is for the amount of **€150.000**, which the Company has already paid.

It is noted that the amounts due to settlement agreements are calculated as revenue (income) to the Treasury of the Republic and do not constitute income of CySEC.