Rules of Trading Operations & Execution Protocol

Technical Standards, Contract Mechanics, Pricing Feeds, and Settlement Procedures

DOC REF: STX-REG-OPS-2026-V5 | STANDARD REGULATORY SPECIFICATION | EFFECTIVE: 2026 EDITION

1. Scope, Legal Status & Regulatory Hierarchy

1.1. These Rules of Trading Operations (the "Rules") establish the binding operational conditions, mathematical algorithms, execution protocols, and settlement rules for all digital option contracts executed on the StarX Options Global platform (the "Company").

1.2. These Rules constitute an inseparable, legally binding schedule to the Platform Service Agreement. The Client's registration, order submission, or continuous engagement with the Trading Terminal signifies irrevocable consent to all operational conditions detailed herein.

1.3. These Rules govern:

- Contract order submission, validation, and execution algorithms;
- Quotation feed aggregation, server timestamping, and synthetic tick generation;
- Contract expiration valuation, settlement determination, and balance crediting;
- Early position closure ("Sell-Back" / "Cashout") mechanisms;
- Procedures in instances of market anomalies, manifest errors, or latency exploitation.

2. General Principles & Account Balance Operations

2.1. Trading operations are executed solely using confirmed, undisputed, and unencumbered equity reflected in the Client's Account Balance. Trading with borrowed funds, negative balances, or margin leverage is categorically prohibited.

2.2. All digital contracts are non-deliverable derivative instruments. Contract execution involves zero physical or custodial ownership of the underlying asset (such as physical currency notes, stock certificates, or raw commodities). Profit or loss is determined solely by the directional accuracy of the Client's prediction regarding asset price movement over a defined duration.

2.3. The maximum financial liability incurred by the Client in any individual trade is strictly limited to the initial investment stake committed to that trade. Negative balance liability is mathematically excluded.

3. Trading Terminal Communications & Order Protocol

3.1. Orders are submitted by the Client through the web-based Trading Terminal or the Progressive Web Application (PWA). Communication between the Client's browser and the central matching engine is maintained via encrypted, authenticated WebSocket connections (WSS) and TLS 1.3 cryptographic protocols.

3.2. Order Parameters: To place a valid trade order, the Client must select:

- **Underlying Asset:** An available currency pair, cryptocurrency, stock index, or OTC synthetic instrument;
- **Direction (Contract Type):** *CALL (UP)* — prediction that the asset quote at expiration will be strictly higher than the Strike Price; *PUT (DOWN)* — prediction that the asset quote at expiration will be strictly lower than the Strike Price;
- **Investment Amount:** The capital allocated to the contract (minimum $1.00 USD / ₹80.00 INR; maximum $10,000.00 USD / ₹800,000.00 INR per individual contract);

- **Expiration Horizon:** The precise timestamp or duration at which the contract will mature (ranging from 5 seconds to 4 hours).

3.3. Rejection of Orders: The Company's matching engine will reject an order submission if:

- The Client's available unencumbered balance is less than the specified investment amount;
- The underlying asset's market session is closed, halted, or undergoing liquidity maintenance;
- The quote has shifted beyond the maximum permissible slippage threshold prior to server receipt;
- The aggregate market risk exposure cap on the asset has been reached for that expiration bucket;
- The Client's account has been restricted or flagged for security/compliance verification.

4. Pricing, Quotation Feeds & Server Clock Synchronization

4.1. Quotation Feed Integrity: Real-time price quotes displayed in the Trading Terminal are aggregated programmatically from Tier-1 liquidity providers, institutional interbank exchanges, and major cryptocurrency clearing houses. Quotes represent bid/ask midpoint valuations.

4.2. Over-The-Counter (OTC) Synthetic Feeds: During weekend market closures or low-liquidity global sessions, the Company provides OTC trading on select assets. OTC prices are calculated by high-integrity algorithmic models utilizing stochastic price simulations, order flow matching, and cryptographic seeds ensuring deterministic, tamper-resistant market trajectories.

4.3. Master Server Time: All trade placements, ticks, and expirations are strictly synchronized against the central matching engine's server clock, operating in Universal Coordinated Time (UTC) with microsecond precision. The local device clock displayed on the Client's computer or smartphone is purely for interface reference and has zero evidentiary weight in execution disputes.

5. Execution, Opening of Contracts & Strike Price Determination

5.1. A digital contract is formally concluded and opened at the exact millisecond the order is processed, validated, and registered by the matching engine.

5.2. The *Strike Price* of the contract is the authoritative server quotation recorded at the millisecond of order execution. This Strike Price is transmitted back to the Client terminal and permanently recorded in the immutable database trade log.

5.3. Once opened, an order cannot be modified, cancelled, or reversed by the Client, except through the platform's early cashout mechanism where applicable.

6. Contract Expiration, Valuation & Payout Settlement

6.1. At the scheduled expiration timestamp, the matching engine captures the exact *Expiration Price* from the authoritative quotes flow.

6.2. Settlement Determination:

Contract Type	Price Condition at Expiration	Settlement Status	Financial Payout Credited
CALL (UP)	Expiration Price > Strike Price	In-The-Money (ITM)	Initial Stake + (Stake × Quoted Payout %)
CALL (UP)	Expiration Price < Strike Price	Out-Of-The-Money (OTM)	Zero ($0.00 / Loss of initial stake)
PUT (DOWN)	Expiration Price < Strike Price	In-The-Money (ITM)	Initial Stake + (Stake × Quoted Payout %)
PUT (DOWN)	Expiration Price > Strike Price	Out-Of-The-Money (OTM)	Zero ($0.00 / Loss of initial stake)
CALL or PUT	Expiration Price = Strike Price	At-The-Money (Tie / Flat)	100% Refund of initial stake

6.3. Payout Percentages: The indicative payout rate (typically 80% to 98%) is determined dynamically based on market volatility, asset class liquidity, and platform aggregate exposure. The payout percentage locked in at the millisecond of contract opening is immutable and will not change during the life of the contract.

6.4. Instant Ledger Credit: Succeeded winnings are credited immediately and automatically to the Client's balance upon expiration calculation.

7. Early Position Closure ("Sell-Back" / Cashout Option)

7.1. On eligible digital contracts, the Company offers an early closure ("Sell-Back") option permitting the Client to terminate the contract prior to its scheduled expiration.

7.2. The dynamic cashout refund offered to the Client is calculated algorithmically based on the current market price relative to the strike price and the time remaining until expiration. The Client is under no obligation to exercise early closure.

8. Market Anomalies, Off-Market Quotes & Software Glitches

8.1. A *Manifest Error* or *Off-Market Quote* is defined as an anomalous price feed print characterized by sudden spikes, erroneous supplier feed ticks, or quotes departing materially from international market prices.

8.2. In the event of a documented technical glitch, data supplier disconnection, or manifest quote error, the Company reserves the legal right to void all affected contracts and refund the initial stakes to the respective Clients' accounts.

9. Prohibited Trading Practices & Fair Play Standards

9.1. The Client is strictly forbidden from engaging in abusive trading behaviors, including:

- **Latency Arbitrage:** Exploiting discrepancies between the platform's price feed and external third-party feeds;
- **Automated Scraping & Headless Bots:** Deploying unauthorized external bot software, macro injectors, or automated browser scripts that bypass standard rate limits;
- **Multi-Account Collusion:** Coordinating opposite positions (hedging) across multiple accounts to illicitly capture promotional turnover bonuses.

9.2. Violation of these fair play standards empowers the Company to cancel all illicit gains, restore original deposit capital, and terminate access permanently.

ISSUED & GOVERNED BY:
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CLIENT ACKNOWLEDGEMENT:
By registering an account, depositing capital, or placing a transaction order on StarX Options, the Client unconditionally certifies complete understanding and legally binding consent to all terms, operational rules, and risk provisions set forth herein.