

**Submission Date**

23/09/2022

## ESMA\_QA\_826

Status: Answer Published

### **Additional Information**

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#### **Level 1 Regulation**

Regulation 2020/1503 - European crowdfunding service providers for business

#### **Topic**

Information to clients on topics other than costs and charges

### **Subject Matter**

Investor protection and marketing communication

#### **Question**

Can the condition set out in point (c) of Article 21(7) be fulfilled through other means than using the assessment referred to in Article 21(1) of the ECSPR as a proof that the prospective non-sophisticated investor or non-sophisticated investor understands the investment and its risks?

## ESMA Answer

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23-09-2022

Original language

(Published as Crowdfunding Q&A 5.13)

Yes. The condition set out in point (c) of Article 21(7) may be fulfilled through any means deemed relevant by the CSP for that purpose where those means ensure that the CSP may reasonably determine whether the investor understands the investment and its risks.