



## **FOREX RISK DISCLOSURE STATEMENT**

**The risk of loss in leveraged foreign exchange trading can be substantial. You may sustain losses in excess of your initial margin funds. Placing contingent orders, such as "stop-loss" or "stop-limit" orders, will not necessarily limit losses to the intended amounts. Market conditions may make it impossible to execute such orders. You may be called upon at short notice to deposit additional margin funds. If the required funds are not provided within the prescribed time, your position may be liquidated. You will remain liable for any resulting deficit in your account. You should therefore carefully consider whether such trading is suitable in light of your own financial position and investment objectives.**

### **1. Effect of "Leverage" or "Gearing"**

Spot FOREX Transactions carry a high degree of risk. The amount of initial margin is small relative to the value of the Spot FOREX Contract so that transactions are "leveraged" or "geared". A relatively small market movement will have a proportionately larger impact on the funds you have deposited or will have to deposit; this may work against you as well as for you. You may sustain a total loss of initial margin funds and any additional funds deposited with the firm to maintain your position. If the market moves against your position or margin levels are increased, you may be called upon to pay substantial additional funds on short notice to maintain your position. If you fail to comply with a request for additional funds within the time prescribed, your position may be liquidated at a loss and you will be liable for any resulting deficit.

### **2. Risk-reducing orders or strategies**

The placing of certain orders (e.g., "stop-loss" orders or "stop-limit" orders) that are intended to limit losses to certain amounts may not be effective because market conditions may make it impossible to execute such orders. Strategies using combinations of positions, such as "spread" and "straddle" positions may be as risky as taking simple "long" or "short" positions.

### **3. Terms and conditions of contracts**

You should ask the firm with which you deal about the terms and conditions of the specific currencies which you are trading and associated obligations (e.g., the circumstances under which you may become obligated, under extraordinary circumstances, to make or take physical delivery of the full currency value).

### **4. Suspension or restriction of trading and pricing relationships**

Market conditions (e.g., lack of liquidity) and/or the operation of the rules of certain markets (e.g., suspension of trading in any Spot FOREX Contract because of government intervention or "circuit breakers") may increase the risk of loss by making it difficult or impossible to effect transactions or liquidate/offset positions.

### **5. Deposited cash and property**

You should familiarize yourself with the protections accorded money or other property you deposit for domestic and foreign transactions, particularly in the event of a firm insolvency or bankruptcy. The extent to which you may recover your money or property may be governed by specific legislation or local rules. In some jurisdictions, property

which had been specifically identifiable as your own will be pro-rated in the same manner as cash for purposes of distribution in the event of a shortfall.

## **6. Commission and other charges**

Before you begin to trade, you should obtain a clear explanation of all commissions, fees, cross-currency overnight interest debits, mark-ups, mark-downs and other charges for which you will be liable. These charges will affect your net profit (if any) or increase your loss.

## **7. Transactions in other jurisdictions**

Spot FOREX Transactions executed in other jurisdictions may expose you to additional risk. Such markets may be subject to regulation, which may offer different or diminished investor protection. Before you trade you should inquire about any rules relevant to your particular transactions. Your local regulatory authority, if any, will be unable to compel the enforcement of the rules of regulatory authorities or markets in other jurisdictions where your transactions have been effected. You should ask the firm with which you deal for details about the types of redress available in both your home jurisdiction and other relevant jurisdictions before you start to trade.

## **8. Currency risks**

The profit or loss in transactions in foreign currency-denominated contracts (whether they are traded in your own or another jurisdiction) will be affected by fluctuations in currency rates where there is a need to convert from the currency denomination of the contract to another currency.

## **9. Trading facilities**

Spot FOREX Contracts are not traded on a regulated market and therefore do not require open-outcry facilities. The electronic trading facilities through which Spot FOREX Contracts are primarily traded are supported by computer-based component systems for the order-routing, execution or matching of trades. As with all facilities and systems, they are vulnerable to temporary disruption or failure. Your ability to recover certain losses may be subject to limits on liability imposed by the system provider, the market, the bank and/or financial institution. Such limits may vary; you should ask the firm with which you deal for details in this respect.

## **10. Electronic trading**

Trading on a particular electronic trading system may differ not only from trading in the interbank market but also from trading on other electronic trading systems. If you undertake transactions on an electronic trading system, you will be exposed to risks associated with the system including the failure of hardware and software. The result of any system failure may be that your order is either not executed according to your instructions or is not executed at all.

Disclaimers:

### **a) Internet failure**

Since MFFX does not control signal power, its reception or routing via Internet, configuration of your equipment or reliability of its connection, we cannot be responsible for communication failures, distortions or delays when you trade on-line (via Internet)

### **b) Market risks and on-line trading:**

Trading currencies involves substantial risk that is not suitable for everyone. See Trader Agreement for more detailed description of risks. Trading on-line, no matter how convenient or efficient, does not necessarily reduce risks associated with currency trading.

### **c) Password protection:**

The trader is obligated to keep passwords secret and ensure that third parties do not obtain access to the trading facilities. The Trader will be liable to MFFX for trades executed by means of the Trader's password even if such use may be wrongful.

d) Quoting errors:

Should quoting errors occur due to a dealer's mistype of a quote or an erroneous price quote from a Trader, such as but not limited to a wrong big figure quote. MFFX will not be liable for the resulting errors in account balances. MFFX reserve the right to make the necessary corrections or adjustments on the account involved. Any dispute arising from such quoting errors will be resolved on a basis of a fair market value or a currency at the time such error occurred.

**11. Off-exchange transactions**

Spot FOREX Transactions are not conducted on organized futures exchanges. The firm with which you deal may be acting as your counter party to the transaction. It may be difficult or impossible to liquidate an existing position, to assess the value, to determine a fair price or to assess the exposure to risk. For these reasons, these transactions may involve increased risks. MF FINANCIAL LTD (MFFX) may, from time to time, execute transactions as your agent on the foreign exchange market to trade currencies pursuant to an agreement between the agent and MFFX, and that a trade executed with one bank may be offset by a trade by another banking agent

**Risk Disclosure Acknowledgment**

**I, the undersigned Trader, received a copy of this Risk Disclosure Statement and I read thoroughly and fully understood it prior to executing the within Trader Agreement. (Attach a copy of this page for additional signatures.)**

**Trader Signature X** \_\_\_\_\_ **Date** \_\_\_ / \_\_\_ / \_\_\_

**Print Name** \_\_\_\_\_

**Trader Signature X** \_\_\_\_\_ **Date** \_\_\_ / \_\_\_ / \_\_\_

**Print Name** \_\_\_\_\_

## ACCOUNT APPLICATION

**(Please print legibly and fill out completely, designating N/A for those spaces that do not apply.)**

(Check Only One): \_\_\_\_ Individual, \_\_\_\_ Joint Tenants (JTWROS), \_\_\_\_ Tenants in Common (TIC). Note that participants in Joint Accounts are assumed to have undivided equal shares unless the Joint Account Share Allocation Addendum, reflecting a different allocation, is completed and signed, (See Page 18 infra), \_\_\_\_ Trust (Trust instrument must accompany Account Application), \_\_\_\_ General Partnership (Partnership Agreement must accompany Account Application, and Partnership Addendum enclosed infra must be completed and signed), \_\_\_\_ Limited Partnership (Partnership Agreement must accompany Account Application, and Partnership Addendum enclosed infra must be completed and signed), \_\_\_\_ Corporation Corporate Resolution, signed by an officer and the corporate secretary, must be submitted authorizing the Corporation to trade foreign currencies and which officers are permitted to initiate transactions on behalf of the Corporation.

### Account Information

Account Title: \_\_\_\_\_

Account Mailing Address: \_\_\_\_\_

Account Residence Address: \_\_\_\_\_

Telephone: Day: \_\_\_\_\_ Evening: \_\_\_\_\_

Telephone number for Account transaction information: \_\_\_\_\_

Facsimile: \_\_\_\_\_ Cell Phone: \_\_\_\_\_

E-Mail: \_\_\_\_\_

### Trader Information and Identification

Trader Information (To be completed separately for each individual participant in a joint Account, whether participating severally or jointly therein, by all general partners of a general or limited partnership Account, by the corporate officers authorized to make trading decisions for a corporate Account, by the trustee of a trust Account, and by any person executing a personal guarantee of a corporate Account. For the purposes of this document, the term "Trader" otherwise always refers to the entity for whom this application has been made, regardless of legal description.)

#### Individual #1

Full Name: \_\_\_\_\_ Date of Birth: \_\_\_\_\_

Street Address: \_\_\_\_\_ Apt/Suite: \_\_\_\_\_

City: \_\_\_\_\_ State: \_\_\_\_\_ Zip: \_\_\_\_\_ Country: \_\_\_\_\_

Marital Status: \_\_\_\_\_ Number of Dependents: \_\_\_\_\_

Country of Citizenship: \_\_\_\_\_

Please provide one of the following:

Passport Number: \_\_\_\_\_

Other (Please Set Forth Type of Identification): \_\_\_\_\_

\*\*\*\*

Employer's Name: \_\_\_\_\_ Years There: \_\_\_\_\_

Nature of Business: \_\_\_\_\_ Position: \_\_\_\_\_

Employer's Address: \_\_\_\_\_

\_\_\_\_\_ Telephone: \_\_\_\_\_

**Individual #2**

Full Name: \_\_\_\_\_ Date of Birth: \_\_\_\_\_

Street Address: \_\_\_\_\_ Apt/Suite: \_\_\_\_\_

City : \_\_\_\_\_ State: \_\_\_\_\_ Zip: \_\_\_\_\_ Country: \_\_\_\_\_

Marital Status: \_\_\_\_\_ Number of Dependents: \_\_\_\_\_

Country of Citizenship: \_\_\_\_\_

Please provide one of the following:

Passport Number: \_\_\_\_\_

Other (Please Set Forth Type of Identification): \_\_\_\_\_

\*\*\*\*

Employer's Name: \_\_\_\_\_ Years There: \_\_\_\_\_

Nature of Business: \_\_\_\_\_ Position: \_\_\_\_\_

Employer's Address: \_\_\_\_\_

\_\_\_\_\_ Telephone: \_\_\_\_\_

## Account Opening Information

**Please note that your application will not be processed if the following section is not completed in full. Subject to the Privacy Notice set forth in the Trader Agreement, MF FINANCIAL LTD will not disclose, share, sell or divulge any of this information to any external organizations.**

1. Do you, or, if an entity, does the partner, officer, or trustee thereof authorized to direct transactions in

the Account, have experience trading Securities: \_\_\_ Yes, \_\_\_ No, Number of Years? \_\_\_\_;  
Experience trading Stock Options? \_\_\_ Yes, \_\_\_ No. Years? \_\_\_\_.

2. Do you, or, if an entity, does the partner, officer, or trustee thereof authorized to direct transactions in the Account, have experience trading Commodity Futures? \_\_\_ Yes, \_\_\_ No. Years? \_\_\_\_;  
Options on Commodity Futures? \_\_\_ Yes, \_\_\_ No. Years? \_\_\_\_.

3. Do you, or, if an entity, does the partner, officer, or trustee thereof authorized to direct transactions in the Account, have experience trading foreign currencies through the inter-bank foreign exchange market or otherwise in the spot market? \_\_\_ Yes, \_\_\_ No. Years? \_\_\_\_.

Confidential Financial Information. (With respect to joint Accounts and Accounts held in the name of a general or limited partnership, this subsection should be completed separately by each of the individuals required to complete the preceding Trader Information section of this Account Application, and, in the case of a partnership, corporation or other form of legal entity, by the entity itself.

4. What is your total, current Estimated Annual Income? \$ \_\_\_\_\_

5. Risk Capital, Including Initial Deposit in this Account? \$ \_\_\_\_\_  
(Risk Capital is defined for this purpose as the amount of funds which, if lost, would not change your life style.)

6. Will any person other than Trader, other than an individual required to complete the preceding Trader Information section of this Account Application, control, manage, or direct the trading in this Account?  
\_\_\_ Yes, \_\_\_ No. If Yes, please fill out the **Limited Power of Attorney, Trading Authorization and Risk Disclosure** contained in this booklet.

7. Do you have or have you ever had any other Account(s) with MFFX or any of its affiliates?  
\_\_\_ Yes, \_\_\_ No. If Yes, Name of Entity: \_\_\_\_\_ Account Number: \_\_\_\_\_

8. Are you, or is any person having an interest in this Account, a member of any securities or commodities exchange or affiliated with any other securities, commodities or foreign currency spot market brokerage firm?  
\_\_\_ Yes, \_\_\_ No. If Yes, please specify: \_\_\_\_\_

**Each of the undersigned individuals hereby attests and certifies that the undersigned is personally sophisticated in financial and investment matters, and that the above information is complete and accurate. Each of the undersigned individuals hereby authorizes MFFX to verify any or all of the foregoing information in any manner it deems appropriate.**

Trader Signature X \_\_\_\_\_ Date \_\_\_ / \_\_\_ / \_\_\_

Print Name \_\_\_\_\_

Trader Signature X \_\_\_\_\_ Date \_\_\_ / \_\_\_ / \_\_\_

Print Name \_\_\_\_\_

## TRADER ACCOUNT LETTER

**The Trader Agreement that follows this letter is a legal contract between MF FINANCIAL LTD., (“MFFX ”), and its successors and assigns, on the one hand, and the other party (or parties) executing this document as Trader(s), on the other hand (“Trader”). The principal purpose of this letter is to provide you, Trader, with certain basic background facts concerning your Account with MFFX and the transactions that you contemplate conducting therein.**

In connection with applying to open an Account with MFFX to engage in transactions relating to the purchase and/or sale of certain foreign currencies (hereinafter referred to as “Currency”) executed in the inter-bank foreign exchange market or otherwise in the currency spot market (hereinafter referred to as “Spot FOREX Transactions”), Trader hereby acknowledges that he, she or it has been advised of and understands the following pertinent factors concerning Spot FOREX Transactions as conducted in such an Account, in addition to those described in the Trader Agreement and the Risk Disclosure Statement appended thereto:

1. Spot FOREX Transactions are conducted, not on a regulated futures or commodities exchange, but through a “spot market” that is often referred as the “inter-bank system”. This system consists of a large network of banks, clearinghouses and other institutional participants that exchange Currency positions with other members of the network. In an inherently unregulated environment of this sort, there can be no guarantees of the creditworthiness of the counter party to any particular Spot FOREX Transaction executed on your behalf by MFFX. Every reasonable attempt will, however, be made by MFFX to deal exclusively with reputable and creditworthy banks, clearinghouses and other institutional network participants in executing and hedging your Spot FOREX Transactions. Also, there may be truly rare cases in which trading liquidity in a currency may cease entirely, thereby precluding the liquidation of a position in that currency held by you, which may result in a substantial financial loss in your Account.
2. For many reasons as well as those set forth herein, Spot FOREX Transactions are suitable only for financially suitable, sophisticated persons and institutions who or which are financially able to withstand losses in their Account, which may substantially exceed the value of the margin deposited in such Account. Spot FOREX Transactions Accounts are not available through MFFX to other than financially suitable, sophisticated persons and institutions.
3. Each Spot FOREX Transaction executed on Trader’s behalf by MFFX contemplates the possibility of settlement via accepting or making of physical delivery of the underlying Currency, and Trader must at all times have the wherewithal to effect or receive such delivery with respect to any Currency transaction conducted in Trader’s Account with MFFX .
4. MFFX employs its own Account Executives and contracts with Authorized Service Agents (“ASAs”), Introducing Brokers (“IBs”) and Account Executives (“INDEPENDENT ACCOUNT EXECUTIVES”) to perform such services on a fee basis. These introducing brokers and Account Executives are available to assist you in placing Spot FOREX Transactions orders in your Account with MFFX. The market recommendations, if any, of any such entities are based solely on their own judgment, and are not to be imputed to MFFX. These market recommendations may or may not be consistent with the market analysis, positions, or intentions of MFFX or its affiliates and employees. Any such market recommendations cannot constitute a guarantee of the accuracy or completeness thereof or eliminate the substantial and inevitable risks inherent in Spot FOREX Transactions. Any such market recommendations of, or information provided by, an ASA, IB or INDEPENDENT ACCOUNT EXECUTIVE do not constitute an offer to buy or sell, or the solicitation of an offer to buy or sell, any Currency position. Inasmuch as the ASA, IB or INDEPENDENT ACCOUNT EXECUTIVE is compensated on a commission basis, they may have an incentive to recommend to you a volume of Spot FOREX Transactions that may not be in your best interests.
5. MFFX does not permit an ASA, IB, INDEPENDENT ACCOUNT EXECUTIVE, or any other person, to either exercise discretion over or manage a Spot FOREX Transactions Account, or hold a power of attorney over a Spot FOREX Transactions Account, unless approved, in advance by MFFX, and only after proper documentation, in the form of the Limited Power of Attorney, Trading Authorization and Risk Disclosure contained in this booklet (the “Trading Authorization”), has been submitted to and approved by

MFFX in its sole and absolute discretion. Any such approval of a Trading Authorization shall involve no attempt by MFFX to evaluate the suitability of the holder of the Limited Power of Attorney thereby granted to act as Trader's attorney-in-fact with respect to the Account, and MFFX shall in no way be responsible for the actions or recommendations taken or made by any such attorney-in-fact. If Trader's Account is not being traded with Trader's authorization, Trader must notify MFFX immediately.

6. MFFX's margin policies and/or the margin policies of those banks, clearing houses and other institutions with which Currency contracts for Trader's Account are hedged may require that additional funds be provided from time to time to properly margin Trader's Account and, in such circumstances, Trader will be obligated to meet such margin requirements immediately or within a short period of time. Failure to meet margin calls timely may result in the liquidation of all open positions in Trader's Account, with a resultant loss that may be substantial.

7. Trader must carefully review the reports relating to trading in Trader's Account prepared and sent to Trader by MFFX. Pursuant to the Trader Agreement, all reports of confirmation of orders and all statements of Account will be deemed final on the fifth (5<sup>th</sup>) calendar day after their transmittal to Trader, unless Trader objects to the contents of such reports within such five (5) day period to MFFX at its principal place of business.

8. Trader has considered thoroughly and understands fully Trader's obligations and rights under the following Trader Agreement. The Trader Agreement, including for this purpose the collateral documents entered into by the parties in connection therewith, will exclusively govern Trader's relationship with MFFX, except to the extent that applicable laws, rules and regulations are inconsistent with the terms thereof.

Trader agrees and acknowledges that Trader alone is fully responsible for making all final decisions as to Spot FOREX Transactions executed for Trader's Account. Trader has considered the foregoing factors and in view of Trader's present and anticipated financial resources, Trader is willing and able to assume the substantial financial risks attendant on Spot FOREX Transactions.

Please read this Trader Account Letter carefully. We encourage you to ask us for clarification of any matters described therein that are not clear to you and to seek counsel from your legal advisers prior to signing.

**THIS IS A BINDING CONTRACT. DO NOT SIGN UNTIL YOU HAVE READ AND CONSIDERED THE FOREGOING AND THE RISK DISCLOSURE STATEMENT APPENDED HERETO CAREFULLY. NEITHER MF FINANCIAL LTD., NOR ANY OF THE ASA, IB's and INDEPENDENT ACCOUNT EXECUTIVES IS QUALIFIED TO GIVE LEGAL ADVICE REGARDING THIS AGREEMENT. TRADER IS THEREFORE ADVISED TO SEEK INDEPENDENT LEGAL COUNSEL BEFORE SIGNING THIS ACCOUNT LETTER.**

**The undersigned acknowledges having received, read and understood the foregoing Trader Account Letter. (Attach a copy of this page for additional signatures.)**

Trader Signature X \_\_\_\_\_ Date \_\_\_/\_\_\_/\_\_\_

Print Name \_\_\_\_\_

Trader Signature X \_\_\_\_\_ Date \_\_\_/\_\_\_/\_\_\_

Print Name \_\_\_\_\_



## TRADER AGREEMENT

**MF FINANCIAL LTD**, (MFFX), agreeing to carry one or more Accounts of the person(s) signing this Trader Agreement as a Trader (collectively, the “Trader”) for, and providing related services to Trader in connection with, the purchase and sale by Trader of certain spot positions in foreign currencies (as so purchased and sold, “FOREX”) and Contract for Difference (hereinafter refer to CFDs), futures, indices, foreign exchange, and/or shares on the inter-bank foreign currency market, Trader hereby agrees with MFFX as follows:

- 1. AUTHORIZATION TO TRADE.** MFFX is hereby authorized by Trader to purchase and sell FOREX and CFDS for Trader’s Account in accordance with the oral or written or computer (internet) instructions of Trader, or of any person (the “Designated Trading Agent”) authorized to conduct such transactions for the Account of Trader pursuant to the powers conferred on said authorized person by the Limited Power-of-Attorney, Trading Authorization and Risk Disclosure contained in this booklet (the “Trading Authorization”). Unless expressly instructed by Trader to the contrary in writing, MFFX shall be authorized to execute all FOREX and CFDS spot market purchase and sale orders placed with it by Trader or the Designated Trading Agent and hedge such transactions with such counter party banks, clearing houses and/or other financial institutions participating in the FOREX spot market and CFDs market as MFFX deems appropriate in its sole and absolute discretion. All FOREX spot market and CFDs market purchase and sale transactions conducted in Trader’s Account(s) (collectively, the “Account”) with MFFX (collectively, “Spot FOREX and CFDs Transactions”) under this Trader Agreement (the “Agreement”), shall be in conformance with the terms and conditions of the Contract Specifications, Margin Deposit and Withdrawal Policies, and Trading Procedures attached hereto as Exhibit “A”, the contents of which are hereby incorporated herein by this reference (collectively, the “Trading Procedures”).
- 2. GOVERNMENTAL, COUNTERPARTY INSTITUTION AND INTER-BANK SYSTEM RULES.** All Spot FOREX and CFDs Transactions shall be subject to the constitution, by-laws, rules, regulations, customs, usages, rulings and interpretations of the counter parties thereto, as well as of the spot market on which it is conducted, and to all applicable federal, state and foreign laws, rules and regulations. If any statute shall hereafter be enacted or any rule or regulation shall hereafter be adopted by any governmental authority, or any contract market or clearing organization, which shall be binding upon MFFX and shall be inconsistent with or otherwise affect in any manner any of the provisions hereof, the affected provisions of this Agreement shall be deemed modified or superseded, as the case may be, by the applicable provisions of such statute, rule or regulation, and all other provisions of this Agreement and all such provisions as so modified shall in all respects continue in full force and effect during the term hereof. Trader hereby acknowledges that all Spot FOREX and CFDs Transactions conducted in the Account shall be subject to the aforementioned legal and regulatory requirements, but that Trader shall not thereby be given any private right of action or any other independent legal or contractual rights with respect to the enforcement of such requirements.
- 3. MARGIN DEPOSIT REQUIREMENTS; OPEN POSITIONS; ACCEPTANCE AND EXECUTION OF ORDERS.** Trader shall deposit and maintain with MFFX margin in such amounts and in such forms as MFFX, in its sole and absolute discretion, may from time to time require. Such margin requirements may be greater or lesser than the amount of margin required by any counter party utilized by MFFX to hedge any particular Spot FOREX and CFDs Transaction. MFFX may change the applicable margin requirements at any time and for any reason. Trader agrees to deposit by wire transfer or bank/cashier’s check such additional margin when and as required by MFFX, and will promptly meet all margin calls made against the Account in such mode of transmission as MFFX shall in its sole and absolute discretion designate, provided, however, that notwithstanding the tendency of any such demand for additional margin, MFFX may at any time proceed to liquidate Trader’s Account in accordance with the terms of Section 6 infra, and any failure by MFFX in a particular case to enforce its rights there under, shall not be deemed a waiver by MFFX of such rights thereafter. No previous margin requirement as maintained by MFFX shall preclude MFFX from increasing that requirement without prior notice. MFFX expressly retains the absolute right to limit the number of open positions that Trader may acquire or maintain in the Account, and otherwise to refuse or reject, in its sole and absolute discretion, any orders for Spot FOREX and CFDs Transactions that Trader may attempt to place in the Account. MFFX shall attempt in good faith to efficiently execute all Spot FOREX and CFDs Transactions orders of Trader which MFFX, in its sole and absolute discretion, chooses to accept, in accordance with the oral or written instructions of Trader or the Designated Trading Agent, as applicable. Trader hereby expressly acknowledges that prices for FOREX and CFDs contracts in the spot market (as purchased or sold, or subject to purchase or sale, in such spot market, “Spot FOREX and CFDs Contracts”) may vary substantially from participant to participant, and from minute to minute, and that it may consequently prove impossible to execute market orders at even an approximation of prices quoted by certain market participants at the time that an order for a Spot FOREX and CFDs Transaction is executed for the Account.

**4. AUTOMATIC ROLLOVER AND VOLUNTARY LIQUIDATION OF ACCOUNT POSITIONS.** Except as otherwise provided herein, or in the Trading Procedures as in effect from time to time, unless Trader provides to MFFX written or oral instructions to liquidate an open FOREX and CFDs position in the Account (each, a "Spot FOREX and CFDs Position") in accordance with the subsequent provisions of this Section 4, that position will be automatically rolled-over as an open position in the Account to the next business day, successively, subject at all times to the right of MFFX, in its sole and absolute discretion, to liquidate said position in accordance with the provisions of this Agreement, including, without limitation, the provisions of Section 6 hereof. Spot FOREX and CFDs Position in the Account may be settled or liquidated at any time by means of either (i) entering into an offsetting Spot FOREX and CFDs Transaction or (ii) making or taking delivery of the specified quantities of foreign currency. In order to liquidate an open Spot FOREX and CFDs Position in the Account by selling or purchasing, as applicable, an equal and opposite offsetting Spot FOREX and CFDs Contract, written or oral instructions must be given to MFFX by Trader. Alternatively, in order to liquidate an open Spot FOREX and CFDs Position in the Account by means of delivering, or taking delivery, of the underlying currency, written or oral instructions to this effect must be given to MFFX, together with sufficient funds and all documents necessary to effectuate this mode of settlement.

**5. COLLATERAL AND SECURITY; HYPOTHECATION AGREEMENT.** All funds, securities, currencies, Spot FOREX and CFDs Positions, and other property of Trader which MFFX or its affiliates may at any time be carrying for Trader (either individually, jointly with others, or as a guarantor of the Account of any other person), or which may at any time be in its or their possession or control or carried on its or their books for any purpose, including safekeeping, whether or not held in the Account, are to be held by MFFX as security for the full performance by Trader of Trader's obligations hereunder, and shall be subject to a general lien in favor of MFFX and right of set off for all liabilities of Trader to MFFX, whether or not MFFX has made advances in connection with such securities, currencies or other property, and irrespective of the number of Accounts Trader may have with MFFX. MFFX may, in its sole and absolute discretion, at any time and from time to time, without notice to Trader, apply and/or transfer any or all funds or other property of Trader between or among any of Trader's Accounts with MFFX, in furtherance of its security interest in such property. Trader hereby also grants to MFFX the right to pledge, re-pledge, hypothecate, invest or loan, either separately or with the property of other of its Traders, to itself as broker or to others, any securities or other property of Trader held by MFFX as margin or security. MFFX shall at no time be required to deliver to Trader the identical property delivered to or purchased by MFFX for any Account of Trader with MFFX.

**6. LIQUIDATION OF ACCOUNTS AND PAYMENT OF DEFICIT BALANCES.** In the event of (a) the death or judicial declaration of incompetence of Trader (which term shall include, for purposes of this Section 6 only, any general partner of a limited partnership or a general partnership, and any joint tenant or tenant-in-common participating in a joint tenancy or tenancy-in-common Account), or the liquidation, dissolution or winding-up of Trader; (b) the filing of a petition in bankruptcy or a petition for the appointment of a receiver, or the institution of any insolvency or similar proceeding, by or against Trader, or the cessation of Trader's ability generally to pay Trader's obligations as they mature or become due; (c) the filing of a levy or an attachment against any of Trader's Accounts carried by MFFX; (d) the margin deposited in the Account becoming insufficient to support the Spot FOREX and CFDs Positions maintained therein, or MFFX determination otherwise in its sole and absolute discretion that any margin deposited to the Account is inadequate, regardless of current market quotations, to secure the Account, whether or not a margin call is made on the Account, and whether or not the Trading Procedures call for MFFX to make a margin call on the Account in the circumstances then obtaining; (e) Trader's failure to furnish to MFFX any information requested pursuant to this Agreement; (f) the default by Trader on any pecuniary or other obligation to MFFX arising under this Agreement; or (g) any other circumstances or developments that lead MFFX to conclude in its sole judgment that there is a reasonable probability that Trader will not be able to discharge any such obligation timely or at all, MFFX may, in its sole and absolute discretion, immediately or at any time thereafter, take one or more, or any portion of, the following actions: (1) satisfy any obligation Trader may have to MFFX, either directly or by way of guaranty or surety ship, out of any of Trader's funds or property in MFFX's custody or control; (2) sell any long or purchase any short Spot FOREX and CFDs Contracts or securities positions held or carried for Trader in the Account; (3) cancel any or all outstanding orders or contracts, or any other unexecuted commitments, made on behalf of Trader; and (4) otherwise take any other action for the purpose of liquidating all open Spot FOREX and CFDs Positions then held in the Account. Any of the above actions may be taken without demand for additional margin in the Account, without prior notice of sale or purchase or other notice to Trader, or Trader's personal representatives, heirs, executors, administrators, trustees, legatees, conservators or assigns, and regardless of whether the ownership interest shall be solely Trader's or held jointly with others. In liquidating Trader's long or short positions, MFFX may, in its sole and absolute discretion, in lieu of taking an off-setting position, initiate new long or short positions in order to establish a spread or straddle which in MFFX's sole judgment may be advisable to protect or reduce the risk attendant on existing Spot FOREX and CFDs Positions in the Account. Any sales or purchases hereunder may be made according to MFFX's judgment and at its discretion on any inter-bank, spot or other market or exchange where such business is then usually transacted, or at a public auction or private sale, and MFFX may purchase the whole or any part of the property sold thereat free from any right of redemption by Trader. Trader shall at all times be liable for the payment of any deficit balance in the Account remaining after the taking by MFFX of such action or actions, upon demand by MFFX, and in all other cases, Trader shall be liable for any deficiency remaining in the Account in the event of the liquidation thereof in

whole or in part by MFFX or by Trader. In the event that the proceeds realized pursuant to this specific authorization are insufficient for the payment or discharge of all of the liabilities and obligations of Trader due to MFFX, Trader shall promptly pay, upon demand of MFFX, the amount of the deficit balance and of all unpaid liabilities and obligations, together with interest thereon equal to two (2) percentage points above the then prevailing prime rate at MFFX's principal bank, or the maximum interest rate allowed by applicable law, whichever is lower, as well as all costs of collection, including attorneys' fees, witness fees, travel expenses and the like.

**7. COMMISSIONS AND OTHER ACCOUNT CHARGES.** Trader shall pay all such brokerage, commission, and special service charges and regulatory fees as MFFX may from time to time charge to the Account, and all other charges (including, without limitation, cross-currency overnight interest debits, mark-ups and mark-downs, statement charges, idle Account charges, order cancellation charges, Account transfer charges and other charges) and fees (including, without limitation, fees imposed by any bank, clearing house, contract market or regulatory or self-regulatory organization) arising out of MFFX's providing of services hereunder. MFFX may at any time change its commission schedule, and increase or decrease the charges and/or fees payable hereunder and there under without notice. Trader agrees to be liable to MFFX for interest on any and all amounts due from Trader to MFFX hereunder, including, without limitation, the amount of required margin not timely deposited in the Account, at an interest rate equal to two (2) percentage points above the then prevailing prime rate at MFFX's principal overseas bank, or the maximum interest rate allowed by applicable law, whichever is lower. All such charges payable to MFFX by Trader shall be paid by Trader as they are incurred, or as MFFX in its sole and absolute discretion may determine, and Trader hereby expressly authorizes MFFX to withdraw the amount of any such commissions and other charges directly from the Account. In the event that the deposits and/or credit balances in the Account are insufficient to cover such commissions and other charges, the unpaid balance of such charges shall automatically become a debit balance in the Account, to the extent of such non-coverage, subject to the same terms relating thereto as are described in Section 6 hereof.

**8. STATEMENTS AND CONFIRMATIONS.** Reports of the confirmation of orders and statements of Account for the Account shall be deemed correct and shall be conclusive and binding upon Trader if not objected to by Trader in writing within one (1) calendar days after transmittal to Trader by mail or otherwise. Margin calls shall be deemed to be conclusive and binding unless objected to by Trader immediately by telephone, fax or by wire. Written objections on Trader's part shall be directed to MFFX and shall be deemed received only if actually delivered to MFFX. Failure of Trader to object timely shall be deemed ratification of all actions taken by MFFX or MFFX's agents.

**9. COMMUNICATIONS.** Reports, statements, notices and any other written communications given hereunder may be transmitted to Trader at the address given above in the Account Application portion of this booklet, or to such other address as Trader may from time to time designate in writing to MFFX. All communications so sent, whether by mail, fax, courier, messenger or otherwise, shall be deemed transmitted by MFFX when deposited or sent in the regular course of business, or when received by a transmitting agent, and shall thereupon be deemed delivered to Trader personally, whether actually received by Trader or not.

**10. LIMITATION ON RESPONSIBILITIES AND LIABILITIES.** Trader expressly agrees and acknowledges that MFFX shall not be responsible for delays in the transmission of purchase or sale orders, or otherwise be liable in any way to Trader for any failure to meet, or any delay in meeting, MFFX's obligations under this Agreement, due to a breakdown or failure of transmission or communications facilities, electrical power outage, any event traditionally falling within the category of *force majeure* or any other cause beyond MFFX's control or reasonable anticipation. Trader hereby expressly agrees and acknowledges that MFFX shall also not be liable for any actions or inactions of any ASA, IB or Independent Account Executive, and that MFFX shall only be liable to Trader hereunder for its own actions or inactions, and only to the extent that such actions or inactions are ascribable to fraud or gross negligence on its part.

**11. CURRENCY FLUCTUATION RISK.** Trader specifically acknowledges that all risks of currency exchange rate fluctuations as affecting the Account and the value of the Spot FOREX and CFDs Positions held therein shall be borne solely by Trader, and, in particular, acknowledges that: (a) any loss arising in the Account from a Spot FOREX and CFDs Transaction as a result of a fluctuation in the spot market exchange rate for the underlying currencies will be entirely for Trader's Account and risk; (b) unless specifically otherwise authorized by MFFX in an individual case, all initial and additional funds deposited into the Account for margin purposes shall be made in U.S. Dollars, in such amounts as MFFX may, in its sole and absolute discretion, require; and (c) MFFX is authorized to convert funds held in Trader's Account for margin purposes in a currency other than U.S. Dollars from such foreign currency into U.S. Dollars at a rate of exchange determined by MFFX in its sole and absolute discretion on the basis of the then prevailing spot market exchange rate.

**12. RISK ACKNOWLEDGMENT - NO GUARANTEE OF PROFIT.** Trader hereby expressly acknowledges that an investment in Spot FOREX and CFDs Contracts, is speculative, involves a high degree of risk and is appropriate only for persons who can assume a risk of loss substantially in excess of their margin deposit. Trader understands that, because of the low percentage margin deposit normally required in FOREX and CFDs trading, relatively insignificant price changes in Spot FOREX and CFDs Contracts purchased or sold for the Account may result in significant losses, which losses may substantially exceed the amount of Trader's entire margin deposit in the Account. Trader hereby expressly acknowledges that he is aware of the extreme volatility inherent in the trading of Spot FOREX and CFDs Contracts. Trader warrants that Trader is willing and able, financially and otherwise, to assume the substantial risks of FOREX and CFDs trading, and, in consideration of MFFX's carrying the Account, Trader agrees not to hold MFFX responsible in any way for losses incurred as a result of Trader following any trading recommendations or suggestions of an independent Introducing Broker or Account Executive. Trader recognizes that no guarantees of profit or freedom from loss can be made by anyone with respect to FOREX and CFDs trading. Trader hereby expressly acknowledges that Trader has received no such guarantees from MFFX, or from any of their respective representatives or any other person instrumental in Trader's opening of the Account with MFFX, and Trader has not entered into this Agreement in consideration of or in reliance upon any such guarantees or similar representations. Finally, Trader understands that, inasmuch as Spot FOREX and CFDs Contracts are not traded on an organized exchange or contract market, the substantial investor protections applicable to trading in such contracts will not apply to the Account or the Spot FOREX and CFDs Transactions conducted therein for the benefit and at the risk of Trader.

**13. NO LIABILITY FOR TRADING RECOMMENDATIONS AND OTHER MATTERS.** Trader hereby expressly acknowledges that (i) any market recommendations and information that may be communicated to Trader by any independent Introducing Broker or Account Executive from time to time do not constitute an offer to sell or the solicitation of an offer to buy any Spot FOREX or CFDs Contract; (ii) any such recommendation and information that is so communicated is to be construed as merely a single individual's opinion, and any such information may well be incomplete and/or factually inaccurate; and (iii) MFFX makes no representation, warranty or guarantee as to, and shall not be responsible in any way for, the accuracy or completeness of any information or trading recommendation furnished to Trader by any independent Introducing Broker or Account Executive in connection with the Account. Trader acknowledges that MFFX and/or their respective officers, directors, partners, affiliates, associates, stockholders or representatives, may have a position in or may intend to buy or sell currencies which are the subject of market recommendations furnished to Trader in connection with the Account, and that the market positions of MFFX, or any such officer, director, partner, affiliate, associate, stockholder or representative, may not be consistent with the recommendations furnished to Trader in connection with the Account by such persons. Trader acknowledges that MFFX makes no representations concerning the tax implications or treatment of Spot FOREX and CFDs Contracts. Trader further acknowledges that, should Trader grant trading authority or control over the Account to a Designated Trading Agent pursuant to the Trading Authorization, whether on a discretionary or non-discretionary basis, MFFX shall in no way be responsible for reviewing Trader's choice of such Designated Trading Agent nor for making any recommendations with respect thereto. Trader understands that MFFX makes no representations or warranties concerning the Designated Trading Agent that MFFX shall not be responsible for any loss to Trader or the Account occasioned by the actions or inactions of the Designated Trading Agent, and that MFFX does not, by implication or otherwise, endorse or approve of the trading methods of the Designated Trading Agent. If Trader gives the Designated Trading Agent authority to exercise any or all of its rights over the Account, Trader understands that Trader does so solely at Trader's own risk. Trader acknowledges that the provisions of this Section 13 are expressly intended to confer the rights of a third party beneficiary on MFFX and, as applicable, the independent Introducing Broker or Account Executive utilized by Trader.

**14. TRADER'S REPRESENTATIONS AND WARRANTIES.** Trader hereby represents and warrants to MFFX that: (a) Trader is of sound mind, legal age and legal competence; (b) no person other than Trader has or will have any financial interest in the Account; (c) regardless of any subsequent determination to the contrary, Trader meets the financial requirements for FOREX and CFDs trading and is sophisticated in financial and investment matters; (d) all of the information provided in the Account Application portion of this booklet is true, correct and complete as of the date hereof and Trader will notify MFFX promptly of any changes in such information.

**15. DISCLOSURE OF FINANCIAL INFORMATION.** Trader hereby represents and warrants that the financial information of Trader disclosed to MFFX in the Account Application portion of this booklet is a full and accurate representation of Trader's current financial condition. Trader hereby represents and warrants that in determining Trader's Net Worth, the Assets and Liabilities were carefully calculated, and Liabilities were then subtracted from Assets to determine the value that Trader has included in such financial information as Net Worth. Trader hereby represents and warrants that in determining the value of Assets, Trader included only cash and/or cash equivalents, and other marketable securities on a marked-to-market basis, real estate owned (excluding primary residence), the cash value of life insurance and other assets readily susceptible of objective valuation. Trader hereby represents and warrants that in determining the value of Liabilities, Trader included notes payable to banks (secured and unsecured), notes payable to relatives, real estate mortgages (including on primary residence) payable and all other debts and quantifiable obligations. Trader hereby

represents and warrants that in determining Liquid Assets, Trader included only those assets that can be quickly (i.e., within one day's time) converted to cash. Trader hereby represents and warrants that Trader has very carefully considered the portion of Trader's assets which Trader considers to be properly allocable to Risk Capital, i.e., the amount of money that Trader is willing to put at risk which, if lost, would not, in any way, change Trader's life style. Trader agrees to immediately inform MFFX if Trader's financial condition changes in such a way as to reduce Trader's Net Worth, Liquid Assets and/or Risk Capital.

**16. ABSENCE OF SIDE AGREEMENTS; UNAUTHORIZED TRANSACTIONS.** Trader hereby acknowledges that Trader has no separate agreement, written or oral, with MFFX, any affiliate of MFFX, or any employee of either, or any independent Introducing Broker or Account Executive, regarding trading in the Account, including, without limitation, (i) any agreement to guarantee profits or limit losses in the Account, or (ii) any agreement to share profits generated or losses incurred in the Account. Trader expressly agrees that Trader will notify MFFX immediately in writing as to any agreement of this type that Trader may hereafter be solicited to enter into. Further, Trader agrees that any representations made by anyone concerning the Account that differ from any statements Trader receives from MFFX shall be brought to the attention of MFFX immediately in writing. Trader understands that Trader must authorize specifically every Spot FOREX and CFDs Transaction in the Account prior to its execution, unless Trader has delegated discretion to a Designated Trading Agent by signing the Trading Authorization. Trader hereby agrees to indemnify and hold MFFX harmless from all damages and liability resulting from Trader's failure to immediately notify MFFX of any of the occurrences referred to herein as requiring such notification. All notices required under this Section 16 shall be sent to MFFX at its address appearing on the confirmations and Account statements relating to the Account.

**17. JOINT ACCOUNTS.** If the Account is a joint Account (JTWROS or TIC), each tenant, acting alone, shall have full authority, in accordance with the terms of this Agreement, to: (i) trade for the Account; (ii) receive all correspondence and documents in respect of the Account; (iii) receive or withdraw funds from the Account; (iv) execute agreements relating to the Account; and (v) transact all other Account business with MFFX. Notwithstanding the foregoing, MFFX shall have the right and authority, from time to time or at any time, to require joint action with respect to Account matters by all tenants of the Account in its sole and absolute discretion. Irrespective of whether the participants in the joint Account are joint tenants or tenants-in-common, the liability of all such persons under this Agreement shall be joint and several through the date of termination of this Agreement, even if any such person dies in the interim, with his or her estate then assuming such liability. If the death of one or more of the tenants occurs during the term of this Agreement, MFFX shall be promptly notified in writing by the other tenants, and may, in such event, without having to assign a reason there for, either liquidate the Account or accept the instructions of the survivor, or a majority of the survivors, as the case may be, as to its continuance and as to the respective interests of the participants (including the decedent's estate) therein. Unless a Joint Account Share Allocation Addendum providing otherwise is completed and executed in the form contained in this booklet, then each tenant is presumed to have an equal economic share in the Account.

**18. NO WAIVER OR AMENDMENT.** No provision of this Agreement may be waived or amended unless the waiver or amendment is in writing and signed by both Trader and an authorized officer of MFFX. No waiver or amendment of this Agreement may be implied from any course of dealing between the parties or from any failure by MFFX or any of its agents to assert its rights under this Agreement on any occasion or series of occasions. No oral agreements or instructions to the contrary shall be recognized or enforceable. This Agreement, including the documents and attachments collateral hereto, embodies the entire agreement of the parties with respect to the subject matter hereof, superseding any and all prior written and oral agreements relating thereto, and there are no other terms, conditions or obligations governing such agreement other than those contained herein.

**19. GOVERNING LAW AND JURISDICTION.** This Agreement, and the rights and obligations hereunder of the parties hereto, shall in all respects be governed by, and construed and enforced in all respects by the Belize laws governing such matters.

**20. BINDING EFFECT.** This Agreement shall be continuous in operation during its term, and shall cover, individually and collectively, all Accounts of Trader at any time opened or reopened with MFFX, irrespective of any change or changes at any time in the personnel of MFFX, or its successors, assigns, or affiliates. This Agreement, including all authorizations and collateral documents executed in connection therewith, shall inure to the benefit of MFFX and its successors and assigns, whether by merger, consolidation or otherwise, and shall be binding upon Trader and the estate, executors, administrators, heirs, devisees, legatees, legal representatives, trustees, conservators, successors and permitted assigns of Trader. Trader hereby agrees not to assign the Account, or any interest therein, or encumber in any way any open Spot FOREX and CFDs Positions or other assets held therein, without the prior written consent of MFFX.

21. **TERM AND TERMINATION.** This Agreement shall continue in effect until termination, and may be terminated (i) by Trader at any time when Trader has no open Spot FOREX and CFDs Positions in the Account and no liabilities held by or owed to MFFX, upon the actual receipt by MFFX at its home office of written notice of such termination, or (ii) at any time whatsoever by MFFX upon the transmittal of written notice of such termination to Trader; provided, however, that such termination shall not affect any transactions previously entered into hereunder and shall not relieve either party of any obligations theretofore arising under this Agreement, nor shall it relieve Trader of any obligations arising out of any deficit balance in the Account.

22. **INDEMNIFICATION.** Trader hereby agrees to indemnify and hold MFFX, its subsidiaries and affiliates, and its and their employees, agents, successors and assigns, harmless from and against any and all liabilities, losses, damages, costs and expenses, including attorneys' fees, incurred by MFFX arising out of Trader's failure to fully and timely perform Trader's obligations herein or the failure of any of the representations and warranties made by Trader herein to be true, correct and complete. Trader also agrees to pay promptly to MFFX all damages, costs and expenses, including attorneys' fees, incurred by MFFX in the enforcement of any of the provisions of this Agreement and any other agreements between MFFX and Trader.

23. **CROSS TRADE CONSENT.** Trader hereby expressly acknowledges and agrees that a situation may arise from time to time whereby an officer, director, partner, affiliate, associate, employee, independent contractor, bank, bank employee, dealer or other person associated with MFFX may be the opposing counter party or broker for a Spot FOREX and CFDs Transaction conducted in the Account. In addition, MFFX or an affiliate may, when appropriate, take as principal the opposing side of a Spot FOREX and CFDs Transaction conducted in the Account for which it is also acting as Trader's agent pursuant to the terms hereof. Trader hereby expressly consents to any such transaction described in the foregoing portion of this Section 23, subject to the limitations and conditions applicable thereto, if any, contained in the rules or regulations of any exchange, board of trade, contract market or spot market upon which the underlying buy or sell orders are executed, or of any institutional participant therein, and subject to the limitations and conditions, if any, contained in any applicable rules and regulations of regulatory or self-regulatory agency.

24. **TERMS AND HEADINGS.** As respectively used in this Agreement, unless the context otherwise provides, the term MFFX shall be deemed to include **MF FINANCIAL LTD.**, its subsidiaries and its and their successors and assigns. The term "Trader" shall mean each party (or parties) executing this Agreement as Trader; and the term "Agreement" shall include, in addition to this Agreement, all other agreements and authorizations executed by Trader in connection with the maintenance of the Account regardless of when executed. The Section headings in this Agreement are inserted for convenience of reference only and are not deemed to limit the applicability or affect the meaning of any of its provisions. In this Agreement, unless inconsistent with the context, words denoting persons shall be deemed to include persons other than natural persons, words denoting the masculine gender shall be deemed to include the feminine and neuter, and vice versa, and words denoting the singular number shall be deemed to include the plural number, and vice versa.

25. **ELECTRONIC RECORDINGS.** Trader agrees and acknowledges that all conversations, whether telephonic or face-to-face, regarding the Account between Trader and representatives of MFFX may be electronically recorded with or without the use of an automatic tone or other warning device. Trader further agrees to the use of such recordings and transcripts thereof as evidence by either party in connection with any dispute or proceeding that may arise involving Trader or MFFX relating to the Account. Trader understands that MFFX may destroy such recordings relating to the Account at regular intervals.

26. **INTEREST/PREMIUM.** Interest on open positions held past 5PM EST may be paid or received on a daily basis, depending on account structure, instrument type, and position direction.

27. **BONUS TRADING MARGIN.** Any amounts credited to Trader's account described as "Bonus Margin" or "Bonus Trading Margin" are non-withdrawable and are intended to increase the amount of funds Trader has available as usable margin.

**THIS IS A BINDING CONTRACTUAL AGREEMENT. DO NOT SIGN UNTIL YOU HAVE READ AND CONSIDERED THE FOREGOING AND THE RISK DISCLOSURE STATEMENT APPENDED HERETO CAREFULLY. NEITHER MFFX, NOR ANY OF THE ASA, IB'S and INDEPENDENT ACCOUNT EXECUTIVES IS QUALIFIED TO GIVE LEGAL ADVICE REGARDING THIS AGREEMENT. TRADER IS THEREFORE ADVISED TO SEEK INDEPENDENT LEGAL COUNSEL BEFORE SIGNING THIS AGREEMENT.**

The undersigned acknowledges having received, read and understood the foregoing Trader Agreement. (Attach a copy of this page for additional signatures.)

Trader Signature X \_\_\_\_\_ Date \_\_\_/\_\_\_/\_\_\_

Print Name \_\_\_\_\_

Trader Signature X \_\_\_\_\_ Date \_\_\_/\_\_\_/\_\_\_

Print Name \_\_\_\_\_



**Correspondent Office:**

2nd Floor 145-157 St. John Street, London EC1V 4PY, United Kingdom Tel + 44 845 310 8358 (International) | Fax +1 888 489 2409 (International) - Toll Free

## Joint Account Share Allocation Addendum

**Note: This Addendum, when executed, shall be treated as an integral part of the Trader Agreement.**

This Account is designated for:

\_\_\_\_\_ Joint Tenants With Right of Survivorship (JTWROS).

\_\_\_\_\_ Tenants in Common (TIC)

JTWROS -- Each joint tenant has an equal share in the cash balance, Spot FOREX Positions and other assets in the Account, unless a different percentage interest is reflected in the space below each tenant's signature at the end of this Addendum.

TIC -- Each tenant in common has an equal share in the cash balance, Spot FOREX Positions and other assets in the Account, unless a different percentage interest is reflected in the space below each tenant's signature at the end of this Addendum.

For All Joint Accounts. As set forth in the Trader Agreement, each tenant, acting alone, has full authority to:

- a) trade for the Account;
- b) receive all correspondence and documents with respect to the Account;
- c) receive or withdraw funds from the Account;
- d) execute agreements relating to the Account; and
- e) transact all other business relating to the Account with MFFX .

**Notwithstanding the foregoing, MFFX has the right and authority to require in its sole and absolute discretion joint action by all tenants in matters of the account. Irrespective of whether the Account participants are joint tenants or tenants-in-common, each such participant (and in the event of his or her death, his or her estate) shall be fully jointly and severally liable for all obligations of the Account through the date of its termination. If the death of one or more of the tenants occurs during the term of the Trader Agreement, MFFX shall be promptly notified in writing by the other tenants, and may, in such event, without having to assign a reason there for, either liquidate the Account or accept the instructions of the survivor, or a majority of the survivors, as the case may be, as to its continuance and as to the respective interests of the participants (including the decedent's estate) therein. Unless the signatures below have a different percentage interest designated, then the tenants' respective shares in the account are presumed to be equal. (Attach a copy of this page for additional signatures if necessary.)**

Trader Signature X \_\_\_\_\_ Date \_\_\_/\_\_\_/\_\_\_

Print Name \_\_\_\_\_

Percentage Share \_\_\_\_\_

Trader Signature X \_\_\_\_\_ Date \_\_\_/\_\_\_/\_\_\_

Print Name \_\_\_\_\_

Percentage Share \_\_\_\_\_

[Note: Sum of percentage shares should equal 100%]

**Partnership Addendum**

**Note: This Addendum, when executed, shall be treated as an integral part of the Trader Agreement.**

Partnership Name

Partnership Mailing Address

**Partnership is designated as a:**

\_\_\_ Limited Partnership.

The partnership is a Limited Partnership formed under the laws of the State of \_\_\_\_\_.

The managing general partner is \_\_\_\_\_, and in that capacity is entitled to a share of \_\_\_\_\_% of the profits and losses in the Account. The aforesaid managing general partner is authorized, acting alone, to sign the Trader Agreement and the other documents collateral thereto on behalf of the partnership.

All of the general and limited partners must be declared by name in the limited partnership agreement submitted to MFFX in connection with the partnership's execution of the Trader Agreement and this Partnership Addendum.

\_\_\_ General Partnership.

The partnership is a General Partnership formed under the laws of the State of \_\_\_\_\_.

The managing general partner is \_\_\_\_\_, and in that capacity is entitled to a share of \_\_\_\_\_% of the profits and losses in the Account. The aforesaid managing general partner is authorized, acting alone, to sign the Trader Agreement and the other documents collateral thereto on behalf of the partnership.

All partners of the General Partnership must designate their respective percentage of economic participation therein immediately below. (Attach additional copies of this page if necessary to accommodate additional required signatures.)

Name \_\_\_\_\_ % \_\_\_\_\_

Name \_\_\_\_\_ % \_\_\_\_\_

Name \_\_\_\_\_ % \_\_\_\_\_

Name \_\_\_\_\_ % \_\_\_\_\_

Name \_\_\_\_\_ % \_\_\_\_\_

Each of the persons named below, acting alone or together, are authorized, on behalf of the Limited or General Partnership, as applicable:

(a) To place orders for the purchase and sale of Spot FOREX Contracts in the Account;

(b) To deposit into and withdraw from the Account money, Spot FOREX Contracts, Open Spot FOREX Positions, securities, and other properties and assets;

(c) To give, receive and acquiesce in the correctness of all written or oral notices, confirmations, requests, demands, and the like in connection with the maintenance of trading in, or otherwise in connection with, the Account;

(d) To settle, compromise, adjust, and give releases with respect to any and all claims, demands, disputes, and controversies relating to the Account or Trader Agreement;

and

(e) To take all other actions relating to the Account.

Name \_\_\_\_\_

Name \_\_\_\_\_

Name \_\_\_\_\_

The Limited or General Partnership, as applicable, agrees with MFFX, and represents and warrants to MFFX, that:

(a) The governing partnership agreement is in writing and provides that the partnership will not terminate upon the death or incapacity of any one of the partners;

(b) The partners and the partnership are in compliance with and shall remain in compliance with all laws, rules and regulations applicable to their activities, including, but not limited to, the applicable laws of its jurisdiction of formation, and the rules and regulations of the regulatory agencies having jurisdiction over its activities;

(c) The partnership shall promptly notify MFFX in writing of the death or retirement of any partner, or any change in the partnership agreement; and

(d) The undersigned general partners are jointly and severally liable to MFFX for any and all obligations arising out of transactions in the Account and are individually bound by all terms and conditions of the separate Trader Agreement and all related documents executed by the partnership.

**PARTNERSHIP ADDENDUM ACKNOWLEDGMENT**

Each of the undersigned agrees to, acknowledges, and understands the terms of this partnership addendum and of the other agreements made in conjunction with this document, including, without limitation, the Trader Agreement. The general or limited partnership agreement must be filed with MFFX in conjunction with the partnership's execution of these agreements and instruments.

**ALL GENERAL PARTNERS OF THE PARTNERSHIP  
(LIMITED OR GENERAL) MUST SIGN**

Trader Signature X \_\_\_\_\_ Date \_\_\_/\_\_\_/\_\_\_

Print Name \_\_\_\_\_

Trader Signature X \_\_\_\_\_ Date \_\_\_/\_\_\_/\_\_\_

Print Name \_\_\_\_\_

Trader Signature X \_\_\_\_\_ Date \_\_\_/\_\_\_/\_\_\_

Print Name \_\_\_\_\_

Trader Signature X \_\_\_\_\_ Date \_\_\_/\_\_\_/\_\_\_

Print Name \_\_\_\_\_

Trader Signature X \_\_\_\_\_ Date \_\_\_/\_\_\_/\_\_\_

Print Name \_\_\_\_\_

## Corporate Resolution Addendum

**Note: This Addendum, when executed, shall be treated as an integral part of the Trader Agreement.**

I, \_\_\_\_\_, Secretary of \_\_\_\_\_,

a corporation organized under the laws of the State of \_\_\_\_\_, do hereby certify that at a duly noticed meeting of the Board of Directors of the said Corporation, held in accordance with its charter and by-laws on the prescribed date, at which a quorum was at all times present and acting, the attached resolutions were duly adopted, that said resolutions have not been amended, rescinded or revoked, and are in no way in conflict with any of the provisions of the charter or by-laws of said Corporation.

(1) Resolved, that \_\_\_\_\_, Title: \_\_\_\_\_, and \_\_\_\_\_

\_\_\_\_\_, Title: \_\_\_\_\_, and each of them, acting alone or together, or such other person as this Corporation may designate from time to time in writing (collectively, "Agents") be and hereby are authorized to trade in Spot FOREX Contracts for the account and at the risk of this Corporation through and with MF FINANCIAL LTD ("MFFX"), as said firm is now constituted or may be hereafter constituted, the authority hereby granted including, without limitation, the power to do any of the following:

- a. To open an account (the "Account") with MFFX for the purpose of MFFX ' carrying, clearing, and settling all Spot FOREX Transactions undertaken by the Corporation;
- b. To buy and sell Spot FOREX Contracts for present or future delivery, on margin or otherwise, the power to sell expressly including the power to sell "short";
- c. To deposit in and withdraw from the Account money, Spot FOREX Contracts, open Spot FOREX Positions, and other assets and properties, in connection with the purchase or sale of Spot FOREX Contracts;
- d. To receive requests and demands for additional margin deposits, notices of intention to sell or purchase and other notices and demands of whatever character relating to the Account;
- e. To receive and confirm the correctness of notices, requests, demands and confirmations of \_\_\_\_\_ every kind relating to the Account;
- f. To place oral or written orders with any authorized representative of MFFX or of any duly authorized agent of MFFX for the execution of Spot FOREX Transactions on behalf of the Corporation on any market on which MFFX is permitted to effect such transactions;
- g. To pay MFFX all fees, commissions, cross-currency overnight debits and mark-ups or mark-downs incurred in connection with any such transactions and all amounts as may be requested by MFFX from time to time as additional margin or equity for the Account;
- h. To settle, compromise, adjust and give releases on behalf of this Corporation with respect to \_\_\_\_\_ any and all claims, disputes and controversies relating to the Account; and
- i. To otherwise perform all terms and provisions of the Trader Agreement, and to take any \_\_\_\_\_ other action relating to any of the foregoing matters or the Account generally;

(2) Further Resolved, that it is in the best interests of this Corporation to have its Account(s) for the purchase and/or sale of Spot FOREX Contracts be carried by MFFX and for MFFX to arrange for the execution of Spot FOREX Transactions which are not executed by the Corporation directly;

(3) Further Resolved, that MFFX may deal with any and all of the persons directly or indirectly by the foregoing resolutions empowered with respect to the Account, as though they were dealing with the Corporation directly, and that in the event of any change in the office or powers of persons hereby empowered, the Secretary shall certify such change to MFFX in writing, which certification, when received, shall be adequate both to terminate the powers of the persons theretofore authorized, and to empower the persons substituted therefore;

(4) Further Resolved, that in order to induce MFFX to execute Spot FOREX Transactions on behalf of the Corporation, the execution and delivery of an Account Application, Trader Agreement, Risk Disclosure Statement, and other documents and instruments (copies of which have been presented to this meeting and will be filed with the records of the Corporation) by any officer of the Corporation, as required or requested by MFFX, are hereby authorized; and the officers of the Corporation are hereby directed to execute the Trader Agreement and such other documents and instruments by and on behalf of the Corporation and to deliver the same to MFFX ;

(5) Further Resolved, that the foregoing resolutions and the certificate furnished to MFFX by the Secretary of this Corporation attesting thereto, be and they hereby are made irrevocable until written notice of the revocation thereof shall have been actually received by MFFX ;

(6) Further Resolved, that the Corporation agrees to indemnify and hold MFFX and its affiliates and associated persons harmless from any and all loss, damage or liability incurred as a result of any of the statements made above by the Corporation not being true or correct or any of the agreements entered into between the Corporation and MFFX not being fully performed by the Corporation in accordance with their respective terms; and

(7) Further Resolved, that the Secretary of the Corporation be and hereby is authorized and directed to present a certified copy of these resolutions, together with a certification as to the incumbency of certain officers, to MFFX, and that the authority hereby conferred on the Agents (including the persons named as officers in such certification until such time as MFFX receives written notification that such persons are no longer such officers) shall continue in full force and effect (irrespective of whether any of them ceases to be an officer or employee of the Corporation) until notice of revocation or modification is given in writing to MFFX or its successors or assigns.

**I further certify that the foregoing resolutions have not been modified, rescinded or revoked and are now in full force and effect and that the Corporation has the power under its Charter and By-Laws and applicable laws to take the actions set forth in and contemplated by the foregoing resolutions.**

**I do further certify that each of the following has been duly elected and is now legally holding the office named below his/her signature.**

\_\_\_\_\_  
Signature of President

\_\_\_\_\_  
Signature of Vice-President or CFO

In witness whereof, I have hereunto affixed my hand this \_\_\_\_\_ day of \_\_\_\_\_.

\_\_\_\_\_  
Signature of Secretary

Print Name: \_\_\_\_\_

Date: \_\_\_\_\_

**Personal Guarantee of Corporate Account**

In consideration of the opening of a corporate Account for \_\_\_\_\_, a corporation organized under the laws of the State of \_\_\_\_\_, MFFX requires that one or more individuals provide a personal guarantee as a condition to MFFX entering into the Trader Agreement with, and opening a Spot FOREX Transactions Account (the "Account") for, said corporation. In that connection, and for good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the undersigned hereby agree to jointly and severally guarantee personally the prompt, full and complete performance of any and all of the duties and obligations of the Account and the payment of any and all damages, costs and expenses which may become recoverable by MFFX from Trader pursuant to the terms of the Trader Agreement.

This guarantee, which is a guarantee of payment and not of collection only, shall remain in full force and effect until the termination of the Trader Agreement, provided that the undersigned shall not be released from their obligations for so long as the Account and any obligations the Account owes to MFFX have not been liquidated.

**PERSONAL GUARANTEE ACKNOWLEDGMENT**

**This guarantee shall inure to the benefit of MFFX, its successors and assigns, and shall be binding on the undersigned and each of their respective conservators, heirs, legatees, devisees, executors, administrators and legal representatives.**

\_\_\_\_\_  
Date \_\_\_\_\_  
Guarantor, in his individual capacity

\_\_\_\_\_  
Date \_\_\_\_\_  
Guarantor, in his individual capacity

\_\_\_\_\_  
Date \_\_\_\_\_  
Guarantor, in his individual capacity

**Limited Power-of-Attorney,  
Trading Authorization and Risk Disclosure**

The Undersigned hereby authorizes: \_\_\_\_\_ to be the undersigned's agent and attorney-in-fact to place orders for the purchase and sale of Spot FOREX Contracts for the undersigned's Account with MFFX, on margin or otherwise, for the undersigned's exclusive Account and risk. The undersigned hereby agrees to indemnify and hold MFFX, its parents, subsidiaries, affiliates and the agents of each, harmless from and against all losses, indebtedness and liabilities arising in any way from the foregoing authorization and appointment.

MFFX is hereby expressly authorized to follow the instructions of the aforesaid agent in every respect concerning the undersigned's Account with MFFX, as if the undersigned had given such instructions to MFFX directly, except that said agent is not authorized to withdraw from there any money, Spot FOREX Contracts, open Spot FOREX Positions or any other property or assets, whether held in the name of the undersigned or otherwise.

The undersigned hereby ratifies and confirms any and all transactions with MFFX heretofore and hereafter entered into by the aforesaid agent on behalf of or for the Account.

The undersigned hereby ratifies and confirms that he/she has agreed to pay compensation for the agent's services for the Account according to the following terms:

1. Management Fee: \$ \_\_\_\_\_ per \_\_\_\_\_

2. Commissions : \$ \_\_\_\_\_ per \_\_\_\_\_

3. Incentive Fee: \$ \_\_\_\_\_ per \_\_\_\_\_

The undersigned acknowledges that the undersigned is aware that the compensation payable to the agent for his or her services to the Account may motivate the agent to take Spot FOREX Positions for the Account that are either more numerous, or riskier, or both, than the transactions in Spot FOREX Contracts that he or she would have entered into for the Account in the absence of such a compensation structure.

Because of the substantial risks attendant to trading in Spot FOREX Contracts, only genuine "risk" capital funds should be used in such trading. If the undersigned does not have sufficient risk capital that the undersigned can afford to lose entirely, the undersigned should not trade in such contracts. No "safe" FOREX trading system has ever been devised, and neither the above-named agent nor any other person can guarantee profits or freedom from loss, or even limit losses with respect to Spot FOREX Transactions.

Even though the undersigned has granted trading authority to another pursuant to this instrument, the undersigned should diligently scrutinize the Spot FOREX Transactions conducted in the Account. MFFX will send to the undersigned a confirmation of every FOREX trade conducted in the Account, and a profit and loss statement showing the financial results of each such transaction closed out in the Account. In addition, MFFX will send to the undersigned monthly statements showing the ledger balance, the open Spot FOREX Positions in the Account, the net profit or loss in all Spot FOREX Contracts closed out or liquidated since the date of the last statement, and the net unrealized profit and loss in all open Spot FOREX Contracts valued on a marked-to-market basis. The undersigned should carefully review these statements. If the undersigned has any questions after reviewing these statements, the undersigned should contact MFFX immediately.

The trading authorization over the Account hereby conferred terminates only upon written revocation by the undersigned or the agent holding the authorization. Therefore, if for any reason, the undersigned wishes to revoke the trading authorization that the undersigned has granted pursuant hereto, please bear in mind that the undersigned can only do so effectively through written revocation.

This authorization is continuing and shall remain in full force and effect until revoked by the undersigned by a written notice addressed to MFFX but such revocation shall not affect any liability in any way

resulting from transactions initiated prior to such revocation. This authorization and the associated indemnity shall inure to the benefit of MFFX, its affiliates, their respective agents and the successors and assigns of each.

I understand and certify that I have the financial resources to enter into the Trader Agreement with MFFX and to bear the financial risks associated with engaging in Spot FOREX Transactions, as well as the special risks attendant on conferring on another person full authority to engage in such transactions for my Account and at my risk. The undersigned acknowledges having read carefully and understood fully the foregoing Limited Power-of-Attorney, Trading Authorization and Risk Disclosure. (Attach a copy of this page for additional signatures necessary for joint Accounts.)

**Trader Signature X** \_\_\_\_\_ **Date** \_\_\_ / \_\_\_ / \_\_\_

**Print Name** \_\_\_\_\_

**Trader Signature X** \_\_\_\_\_ **Date** \_\_\_ / \_\_\_ / \_\_\_

**Print Name** \_\_\_\_\_

**MF FINANCIAL LTD; hereby accepts the foregoing Trader Agreement as of** \_\_\_\_\_.

**MF FINANCIAL LTD.**

**By:** \_\_\_\_\_

**Its:** \_\_\_\_\_