

Customer Information Brochure

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any applicable statute or rule prohibits such exclusion or limitation of liability.

Non Solicitation

You acknowledge and agree that nothing on the Website is, or shall be construed as either (i) a solicitation or offer to buy or sell any security or financial instrument in any jurisdiction or (ii) a recommendation or opinion for you or any particular person to buy or sell any security or financial instrument. You further acknowledge and agree that the Company does not review the Website content to determine its accuracy and does not guarantee its accuracy, completeness or timeliness. You are solely responsible for determining whether any security, financial instrument, investment, trading strategy, investment strategy or any other product is appropriate or suitable for you and you must not rely on anything on the Website for making such determination. Further, these determinations must be made by you based upon your financial situation, tax situation and investment objectives. Making this determination may require consultation with both a professional investment adviser and a professional tax adviser.

Trading in Securities

Trading in securities and/or financial instruments can result in immediate and substantial losses. You understand that investments in securities and/or financial instruments are subject to many risks, which will not be disclosed on the Website. Published on the Website is certain information regarding the past performance of traders and investors. This information is in no way intended as an endorsement by the Company of any such trader or investor. You understand that past performance of any security, financial instrument or trader is no guarantee of future success or profitability. The Company disclaims any and all loss and liability arising out of any action taken in reliance on information contained on the Website.

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AutoShares and Viewtrade Securities, Inc including its officers, members or employees, may: (1) have an affiliation with independent third party providers; (2) have no direct or indirect control over independent third party providers; and/or (3) have discretion to alter the content of any third party link or software application. AutoShares does not warrant the functionality of any third party application downloaded from its website. By clicking on any third party link or downloading any third party application, you hereby confirm and agree that AutoShares shall not be responsible or liable for any loss or damage caused by use of or reliance upon facts, material or information obtained through the use of the third party website or application or for any loss or damage caused by use of a third party application.

Disclosure – Cash, Margin, and Short Sales Term of Agreement

- 1. Applicable Rules and Regulations.** All transactions shall be subject to the constitution, rules, regulations, customs and usages of the exchange or market and its clearing house, if any, upon which such transactions are executed, except as otherwise specifically provided in this Agreement.
- 2. Definitions.** "Introducing broker" means any brokerage firm, which introduces securities transactions on behalf of the undersigned, which transactions are cleared through you, whether one or more. "Obligations" means all indebtedness, debit balances, liabilities or other obligations of any kind of the undersigned to you, whether now existing or hereafter arising. "Securities and other property" shall include, but shall not be limited to, money, securities, commodities or other property of every kind and nature and all contracts and options relating thereto, whether for present or future delivery. "You" or "your" refers to Clearing Firm. "Undersigned" refers to the customer, or the party signing this agreement on behalf of the customer.
- 3. Security Interest.** All securities and other property now or hereafter held, carried or maintained by you in or for any of the accounts of the undersigned, now or hereafter opened, including any accounts in which the undersigned may have an interest, shall be subject to a first and prior lien and security interest for the discharge of all of the obligations of the undersigned to you, and are to be held by you as security for the payment of the obligations of the undersigned to you, to the fullest extent allowed by law. You shall have the right to transfer securities and other property so held by you from or to any other of the accounts of the undersigned whenever you so determine.
- 4. Liquidation.** In the event of the death of the undersigned, or in the event the margin in any account in which the undersigned has an interest shall in either your or the introducing broker's discretion become unsatisfactory to either you or the introducing broker, or be deemed insufficient by either you or the introducing broker, you are hereby

authorized; (a) to sell any or all securities or other property which you may hold for the undersigned (either individually or jointly with others); (b) to buy any or all securities and other property which may be short in such accounts; and/or to cancel any open orders and to close any or all outstanding contracts; all without demand for margin or additional margin, notice of sale or purchase, or other notice or advertisement, and that any prior demand or notice shall not be a waiver of your rights provided herein. You may likewise accept and rely upon instructions which you receive from the introducing broker to effect any of the aforementioned transactions (as noted in (a); (b); and (c)). You shall have the discretion to determine which securities and other property are to be sold and which contracts are to be closed. Any such sales or purchases may be made at your discretion on any exchange, the over-the-counter market or any other market where such business is usually transacted, or at public auction or private sale, and you may be the purchaser for your own account.

5. **Cancellation.** You are authorized, in your discretion, should you for any reason whatsoever deem it necessary for your protection, without notice, to cancel any outstanding order, to close out the accounts of the undersigned, in whole or in part, or to close out any commitment made on behalf of the undersigned.

6. **Payment of Indebtedness Upon Demand.** The undersigned shall at all times be liable for the payment upon demand of any obligations owing from the undersigned to you, and the undersigned shall be liable to you for any deficiency remaining in any such accounts in the event of liquidation thereof (as contemplated in Paragraph 4 of this Agreement or otherwise), in whole or in part, by you or by the undersigned; and the undersigned shall make payment of such obligations upon demand.

7. **Liability for Costs of Collection.** The costs and expenses of collection of the debit balance and any unpaid deficiency in the accounts of the undersigned with you, including but not limited to reasonable attorneys' fees and expenses, incurred and payable or paid by you shall be payable to you by the undersigned.

8. **Accounts Carried as Clearing Broker.** The undersigned understands that you are carrying the accounts of the undersigned as clearing broker by arrangement with the undersigned's introducing broker through whose courtesy the account of the undersigned has been introduced to you. Until receipt from the undersigned of written notice to the contrary, you may accept from and rely upon the undersigned's introducing broker (a) orders for the purchase or sale of securities and other property, and (b) any other instructions concerning the undersigned's accounts. The undersigned represents that the undersigned understands that you act only to clear trades introduced by the undersigned's introducing broker and to effect other back office functions for the undersigned's introducing broker. The undersigned confirms to you that the undersigned is relying for any advice concerning the undersigned's accounts solely on the undersigned's introducing broker. The undersigned understands that all representatives, employees and other agents with whom the undersigned communicates concerning the undersigned's account are agents of the introducing broker and not your representatives, employees or other agents. The undersigned understands that you are not a principal of or partner with, and do not control in any way, the introducing broker or its representatives, employees or other agents. The undersigned understands that you will not review the undersigned's accounts and will have no responsibility for trades made in the undersigned's accounts. You shall not be responsible or liable for any acts or omissions of the introducing broker or its representatives, employees or other agents.

9. **Communications.** You may send communications to the undersigned at the address of the undersigned or at such other address as the undersigned may hereafter give you in writing, and all communications so sent, whether by mail, telegraph, messenger or otherwise, shall be deemed given to the undersigned personally, whether actually received or not. Reports of execution of orders and statements of accounts of the undersigned shall be conclusive if not objected to in writing to you, the former within five (5) days and the latter within ten (10) days, after forwarding by you to the undersigned by mail or otherwise.

THE FOLLOWING ARBITRATION AGREEMENT SHOULD BE READ IN CONJUNCTION WITH THESE DISCLOSURES:

a. ALL PARTIES TO THIS AGREEMENT ARE GIVING UP THE RIGHT TO SUE EACH OTHER IN COURT, INCLUDING THE RIGHT TO A TRIAL BY JURY EXCEPT AS PROVIDED BY THE RULES OF THE ARBITRATION FORM IN WHICH A CLAIM IS FILED;

b. ARBITRATION AWARDS ARE GENERALLY FINAL AND BINDING; A PARTY'S ABILITY TO HAVE A COURT REVERSE OR MODIFY AN ARBITRATION AWARD IS VERY LIMITED.

c. THE ABILITY OF THE PARTIES TO OBTAIN DOCUMENTS, WITNESS STATEMENTS AND OTHER DISCOVERY IS GENERALLY

MORE LIMITED IN ARBITRATION THAN IN COURT PROCEEDINGS;

d. THE ARBITRATORS DO NOT HAVE TO EXPLAIN THE REASON(S) FOR THEIR AWARD UNLESS, IN AN ELIGIBLE CASE, A JOINT REQUEST FOR AN EXPLAINED DECISION HAS BEEN SUBMITTED BY ALL PARTIES TO THE PANEL AT LEAST 20 DAYS PRIOR TO THE FIRST SCHEDULED HEARING DATE.

e. THE PANEL OF ARBITRATORS WILL TYPICALLY INCLUDE A MINORITY OF ARBITRATORS WHO WERE OR ARE AFFILIATED WITH THE SECURITIES INDUSTRY.

f. THE RULES OF SOME ARBITRATION FORUMS MAY IMPOSE TIME LIMITS FOR BRINGING A CLAIM IN ARBITRATION. IN SOME CASES, A CLAIM THAT IS INELIGIBLE FOR ARBITRATION MAY BE BROUGHT IN COURT.

g. THE RULES OF THE ARBITRATION FORUM IN WHICH THE CLAIM IS FILED, AND ANY AMENDMENTS THERETO, SHALL BE INCORPORATED INTO THIS AGREEMENT.

10. ARBITRATION AGREEMENT. ANY AND ALL CONTROVERSIES, DISPUTES OR CLAIMS BETWEEN THE UNDERSIGNED AND YOU, OR THE INTRODUCING BROKER, OR YOUR AGENTS, REPRESENTATIVES, EMPLOYEES, DIRECTORS, OFFICERS OR CONTROL PERSONS OR THE AGENTS, REPRESENTATIVES, EMPLOYEES, DIRECTORS, OFFICERS OR CONTROL PERSONS OF THE INTRODUCING BROKER, ARISING OUT OF, IN CONNECTION WITH, FROM OR WITH RESPECT TO (a) ANY PROVISIONS OF OR THE VALIDITY OF THIS AGREEMENT OR ANY RELATED AGREEMENTS, (b) THE RELATIONSHIP OF THE PARTIES HERETO, OR (c) ANY CONTROVERSY ARISING OUT OF YOUR BUSINESS, THE INTRODUCING BROKER'S BUSINESS OR THE UNDERSIGNED'S ACCOUNTS, SHALL BE CONDUCTED PURSUANT TO THE CODE OF ARBITRATION PROCEDURE OF THE NASD. ARBITRATION MUST BE COMMENCED BY SERVICE OF A WRITTEN DEMAND FOR ARBITRATION OR A WRITTEN NOTICE OF INTENTION TO ARBITRATE. THE DECISION AND AWARD OF THE ARBITRATOR(S) SHALL BE CONCLUSIVE AND BINDING UPON ALL PARTIES, AND ANY JUDGMENT UPON ANY AWARD RENDERED MAY BE ENTERED IN A COURT HAVING JURISDICTION THEREOF, AND NEITHER PARTY SHALL OPPOSE SUCH ENTRY. No person shall bring a putative or certified class action to arbitration, nor seek to enforce any pre-dispute arbitration agreement against any person who has initiated in court a putative class action; or who is a member of a putative class who has not opted out of the class with respect to any claims encompassed by the putative class action until: (i) the class certification is denied; or (ii) the class is de-certified; or (iii) the customer is excluded from the class by the court. Such forbearance to enforce an agreement to arbitrate shall not constitute a waiver of any rights under this agreement except to the extent stated herein.

11. Hypothecation. Within the limitations imposed by applicable laws, rules and regulations, all securities now or hereafter held by you, or carried by you in any account for the undersigned (either individually or jointly with others), or deposited to secure same, may from time to time, without any notice, be carried in your general loans and may be pledged, repledged, hypothecated or re-hypothecated, separately or in common with other securities for the sum due to you thereon or for a greater sum and without retaining in your possession or control for delivery a like amount of similar securities. The IRS requires Broker Dealers to treat dividend payments on loaned securities positions as in-lieu dividends for 1099 tax reporting purposes. Taxation of substitute dividend payments may be greater than ordinary on qualified dividends. It is understood, however, that you agree to deliver to the undersigned upon demand and upon payment of the full amount due thereon, all securities in such accounts, but without obligation to deliver the same certificates or securities deposited by the undersigned originally. Any securities in the undersigned's margin or short account may be borrowed by you, or lent to others.

12. Interest. Debit balances in all the accounts of the undersigned shall be charged with interest in accordance with your established custom, as disclosed to the undersigned in the Customer Information Brochure pursuant to the provisions of Rule 10b-16 of the Securities Exchange Act.

13. Margin. The undersigned agrees to maintain in all accounts with you such positions and margins as required by all applicable statutes, rules, regulations, procedures and custom, or as you deem necessary or advisable. The undersigned agrees to promptly satisfy all margin and maintenance calls.

14. Sales. The undersigned agrees to specifically designate any order to sell a security, which the undersigned does not own as a short sale, and understands that you will mark such order as a short sale. The undersigned agrees that any order which is not specifically designated as a short sale is a sale of securities owned by the undersigned, and that the undersigned will deliver the securities on or before settlement date, if not already in the account. If the undersigned should fail to make such delivery in the time required, you are authorized to borrow such securities as necessary to make delivery for the undersigned's sale, and the undersigned agrees to be responsible for any loss you may thereby sustain, or which you may sustain as a result of your inability to borrow such securities.

15. Representations. The undersigned represents that the undersigned is of majority age, that the undersigned is not an employee of any exchange, or of any corporation of which any exchange owns a majority of the capital stock, or of a member of any exchange, or of a member firm or a member corporation registered on any exchange or of a bank, trust company, insurance company or of any corporation, firm or individual engaged in the business dealing either as broker or as principal in securities, bills of exchange, acceptances or other forms of commercial paper. If the undersigned is a corporation, partnership, trust or other entity, the undersigned represents that its governing instruments permit this Agreement, that all applicable persons have authorized this Agreement and that the undersigned signatory is authorized to bind the undersigned. The undersigned represents that the undersigned shall comply with all applicable laws, rules and regulations in connection with the undersigned's account. The undersigned further represents that no one except the undersigned has an interest in the account or accounts of the undersigned with you.

16. Joint Account. If the undersigned shall consist of more than one person, the undersigned's obligations under this Agreement shall be joint and several. References to the "undersigned" shall include each of the undersigned. You may rely on transfer or other instructions from any one of the undersigned in a joint account, and such instructions shall be binding on each of the undersigned. You may deliver securities or other property to, and send confirmations, notices, statements and communications of every kind, to any one of us, and such action shall be binding on each of us. Notwithstanding the foregoing, you are authorized in your discretion to require joint action by the joint tenants with respect to any matter concerning the joint account, including but not limited to the giving or cancellation of orders and the withdrawal of money, securities, futures or commodities.

17. Other Agreements. The undersigned agrees to be bound by the terms of your Customer Account Agreement. If the undersigned trades any options, the undersigned agrees to be bound by the terms of your Customer Option Agreement. The undersigned understands that copies of these agreements are available from you and, to the extent applicable, are incorporated by reference herein. The terms of these other agreements are in addition to the provisions of this Agreement and any other written agreements between you and the undersigned.

18. Data Not Guaranteed. The undersigned expressly agrees that any data or online reports is provided to the undersigned without warranties of any kind, express or implied, including but not limited to, the implied warranties of merchantability, fitness of a particular purpose or non-infringement. The undersigned acknowledges that the information contained in any reports provided by you is obtained from sources believed to be reliable but is not guaranteed as to its accuracy or completeness. Such information could include technical or other inaccuracies, errors or omissions. In no event shall you or any of your affiliates be liable to the undersigned or any third party for the accuracy, timeliness, or completeness of any information made available to the undersigned or for any decision made or taken by the undersigned in reliance upon such information. In no event shall you or your affiliated entities be liable for any special incidental, indirect or consequential damages whatsoever, including, without limitation, those resulting from loss of use, data or profits, whether or not advised of the possibility of damages, and on any theory of liability, arising out of or in connection with the use of any reports provided by you or with the delay or inability to use such reports.

19. Credit Check. You are authorized, in your discretion, should you for any reason deem it necessary for your protection to request and obtain a consumer credit report for the undersigned.

20. Miscellaneous. If any provision of this Agreement is held to be unenforceable; it shall not affect any other provision of this Agreement. The headings of each section of this Agreement are descriptive only and do not modify or qualify any provision of this Agreement. This Agreement and its enforcement shall be governed by the laws of the state of Texas and shall cover individually and collectively all accounts which the undersigned has previously opened, now has open or may reopen with you, or any introducing broker, and any and all previous, current and future transactions in such accounts. Except as provided in this Agreement, no provision of this Agreement may be altered, modified or amended unless in writing signed by your authorized representative. This Agreement and all provisions shall inure to the benefit of your successors, whether by merger, consolidation or otherwise, your assigns, the undersigned's introducing broker, and all other persons specified in Paragraph 10. You shall not be liable for losses caused directly or indirectly by any events beyond your reasonable control, including without limitation, government restrictions, exchange or market rulings, suspension of trading or unusually heavy trading in securities, a general change in economic, political or financial conditions, war or strikes. You may transfer the accounts of the undersigned to your successors and assigns. This Agreement shall be binding upon the heirs, executors, administrators, successors and assigns of the undersigned.

Disclosure – For Joint Account Holders

In consideration of your carrying a joint account for the undersigned, the undersigned jointly and severally agree that each of them shall have authority on behalf of the joint account to buy, sell (including short sales) and otherwise deal in through you as brokers, stocks, bonds and other securities, on margin or otherwise; to receive on behalf of the joint account demands, notices, confirmations, report, statements of account and communications of every kind to receive on behalf of the joint account money, securities and property of every kind and to dispose of same to make on behalf of the joint account agreements relating to any of the foregoing matters and to terminate or modify same or waive any of the provisions thereof; and generally to deal with you on behalf of the joint account as fully and completely as if he alone were interested in said account all without notice to the other or others interested in said account. Notwithstanding the foregoing, you are authorized in your discretion to require joint action by the joint tenants with respect to any matter concerning the joint account, including but not limited to the giving or cancellation of orders and the withdrawal of money, securities, futures, or commodities.

The liability of the undersigned with respect to said account shall be joint and several. The undersigned further agrees jointly and severally that all property you may at any time be holding or carrying for any one or more of the undersigned shall be subject to a lien in your favor for the discharge of the obligations of the joint account to you, such lien to be in addition to and not in substitution of the rights and remedies you otherwise would have.

It is further agreed that in the event of the death of either or any of the undersigned, the survivor or survivors shall immediately give you written notice thereof, and you may, before or after receiving such notice, take such proceeding, require such papers and inheritance or estate tax waivers, retain such portion of and/or restrict transactions in the account as you may deem advisable to protect you against any tax, liability, penalty or loss under any present or future laws or otherwise. The estate of any of the undersigned who shall have died shall be liable and each survivor shall continue liable jointly and severally, to you for any net debit balance or loss in said account in any way resulting from the completion of transactions initiated prior to the receipt by you of the written notice of the death of the decedent or incurred in the liquidation of the account or the adjustment of the interests of the respective parties.

It is the express intention of the undersigned to create an estate or account as Joint with Rights of Survivorship and not as tenants in common. In the event of the death of either of the undersigned, the entire interest in the joint account shall be vested in the survivor or survivors on the same terms and conditions as thereto fore held, without in any manner releasing the decedent's estate from the liability provided for in the next preceding paragraph.

In the event you receive conflicting instructions from the undersigned, you are authorized at your sole discretion to decide as to what course of action to follow, which may include a freeze on the account until written uniform instructions are received from all of the undersigned; or the property may

be mailed to the address of record; or an inter-pleader action may be filed in the appropriate court with the legal expenses to be recovered from the undersigned; or other action may be taken as you deem appropriate.

Subject to the provisions hereof, all notices of communications for the undersigned in respect of the joint account are to be directed to the address listed above.

Disclosure - Option Agreement In connection with any transactions in options which have been or may be purchased, sold, exercised or endorsed for the undersigned's account with an introducing broker(s) which clears through the "Clearing Firm", the undersigned agrees as follows:

1. Definitions. "Introducing broker" means any brokerage firm which introduces security transactions on behalf of the undersigned, which transactions are cleared through the "Clearing Firm", whether one or more. "Obligations" means all indebtedness, debit balances, liabilities or other obligations of any kind of the undersigned to, whether now existing or hereafter arising. "Options" means all types of options, including puts, calls, equity, debt, index or otherwise. "Securities and other property" shall include, but shall not be limited to money, securities, commodities or other property of every kind and nature and all contracts and options relating thereto, whether for present or future delivery. " " refers to .

2. Limits. The undersigned shall not, acting alone or in concert with others, exceed the position/exercise limits set forth by any exchange or market or by any other regulatory authority having jurisdiction.

3. Authority, Execution of Orders, Security Interest. The undersigned hereby authorizes the "Clearing Firm" in its discretion, should the "Clearing Firm" deem it necessary for the "Clearing Firm's" protection for any reason, including death of the undersigned, to buy, sell, or sell short for the undersigned's account any risk, puts, calls or other forms of option and/or to buy, sell or sell short any part or all of the underlying shares represented by options endorsed by the "Clearing Firm" for the undersigned's account. Any and all expenses incurred by the "Clearing Firm" in connection with such transactions shall be reimbursed by the undersigned to the "Clearing Firm". The undersigned understands and acknowledges that when transactions on the undersigned's behalf are to be executed and the options are traded in more than one marketplace instructs otherwise. All monies, securities, or other property which the "Clearing Firm" may hold in any account of the undersigned shall be held subject to a general lien for the discharge of the undersigned's obligations to the "Clearing Firm" under this Agreement or otherwise. The decision to enter into options transactions was made entirely by the undersigned without any investment advice from the "Clearing Firm" or the introducing broker.

4. Notice, Exercise, Random Allocation. The undersigned is aware of 's requirements and time limitations for accepting an exercise notice and expiration date. The undersigned understands that the undersigned may not receive actual notice of exercise until the week following exercise. The undersigned bears full responsibility for taking action to exercise or sell valuable options; however, in the absence of the undersigned notifying the introducing broker to exercise a valuable options contract by 3 p.m. Central Standard Time on the last business day prior to the expiration date of the options contract, and the introducing broker instructing the "Clearing Firm" to sell valuable options on the undersigned's behalf within such time, the undersigned agrees that the "Clearing Firm" may exercise the options contract on the undersigned's behalf. In the event of such exercise, the profit in excess of commission costs created thereby will be credited to the undersigned's account. In the event that the commissions to be charged for such an expiration transaction exceeds the proceeds to be realized, the undersigned agrees and hereby relinquishes the undersigned's ownership in said option to the "Clearing Firm", and the "Clearing Firm" may exercise such option for its own account. If the undersigned does not instruct the introducing broker to exercise the valuable option by the time stated above, and the "Clearing Firm" for whatever reason, does not exercise such option on the undersigned's behalf, the undersigned hereby waives any and all claims for damage or loss which the undersigned might at the time or any time thereafter have against allocation for all option(s) assignments received from the Option Clearing Corporation. Exercise assignment notices for options contracts are allocated among all customers' short positions within that series. This is accomplished by a manual procedure, which randomly selects from among all customer short positions, including positions established on the day of assignment, those contracts which are subject to exercise. All American short positions are liable for assignment at any time. The undersigned understands that a more detailed description of this procedure is available upon request by the undersigned.

5. Uncovered Options. The undersigned agrees that in connection with

any uncovered options(s) for the undersigned's account, uncovered options are prohibited in IRA accounts. The undersigned agrees not to sell, during the life of the options in the account, the underlying securities collateralizing such options, including any cash or securities which may accrue on the underlying covered securities until such options are closed, exercised or expired or the undersigned has met the collateral requirements established by means of a "give up" basis through another firm unless, prior to such sale, the undersigned has met the collateral requirements established by the "Clearing Firm" and/or the introducing broker for carrying uncovered options. The "Clearing Firm" has the right, in its sole discretion, to permit the undersigned to apply the proceeds of such sale to such collateral requirements.

6. Risks. The undersigned is aware of the high degree of risk involved in options transactions and has given the introducing broker, in strict confidence, information to demonstrate that this account and the trading anticipated in connection therewith is not unsuitable for the undersigned in light of the undersigned's investment objectives, financial situation and needs, experience and knowledge. The undersigned agrees to advise the introducing broker of any changes in the undersigned's investment objectives, financial situation or other circumstances that may be deemed to materially affect the suitability of executing options transactions for the undersigned's account.

7. Options Account Form, Disclosure Documents. The undersigned has reviewed the contents of the options account form and represents that they are accurate. Although certain types of transactions are indicated as anticipated, the "Clearing Firm" and the introducing broker may execute any other types of transactions for the undersigned's account upon the undersigned's instructions. The undersigned has received an Options Disclosure Document relating to options on the categories of underlying securities which the undersigned has been approved for trading.

8. Accounts Carried as Clearing Broker. The undersigned understands that is carrying the accounts of the undersigned as clearing broker by arrangement with the undersigned's introducing broker through whose courtesy the account of the undersigned has been introduced to the "Clearing Firm". Until receipt from the undersigned of written notice to the contrary, the "Clearing Firm" may accept and rely upon the introducing broker for (a) orders for the purchase or sale in said account of securities and other property, and (b) any other instructions concerning the undersigned's accounts. The undersigned represents that the undersigned understands that the "Clearing Firm" acts only to clear trades introduced by the undersigned's introducing broker and to affect other back office functions for the undersigned's introducing broker. The undersigned confirms to the "Clearing Firm" that the undersigned is relying for any advice concerning the undersigned's accounts solely on the undersigned's introducing broker. The undersigned understands that all representatives, employees and other agents with whom the undersigned communicates concerning the undersigned's account are agents of the introducing broker, and not the "Clearing Firm's" representatives, employees or other agents. The undersigned understands that the "Clearing Firm" will not review the undersigned's accounts and will have no responsibility for trades made in the undersigned's accounts, including but not limited to for appropriateness or suitability. The "Clearing Firm" shall not be responsible or liable for any acts or omissions of the introducing broker or its representatives, employees or other agents. The execution of any such trades shall not be deemed to be an approval of such trades.

9. ARBITRATION AGREEMENT. THIS AGREEMENT CONTAINS A PREDISPUTE ARBITRATION CLAUSE. BY SIGNING AN ARBITRATION AGREEMENT THE PARTIES AGREE AS FOLLOWS:

- a. ALL PARTIES TO THIS AGREEMENT ARE GIVING UP THE RIGHT TO SUE EACH OTHER IN COURT, INCLUDING THE RIGHT TO A TRIAL BY JURY EXCEPT AS PROVIDED BY THE RULES OF THE ARBITRATION FORM IN WHICH A CLAIM IS FILED;
- b. ARBITRATION AWARDS ARE GENERALLY FINAL AND BINDING; A PARTY'S ABILITY TO HAVE A COURT REVERSE OR MODIFY AN ARBITRATION AWARD IS VERY LIMITED.
- c. THE ABILITY OF THE PARTIES TO OBTAIN DOCUMENTS, WITNESS STATEMENTS AND OTHER DISCOVERY IS GENERALLY MORE LIMITED IN ARBITRATION THAN IN COURT PROCEEDINGS;
- d. THE ARBITRATORS DO NOT HAVE TO EXPLAIN THE REASON(S) FOR THEIR AWARD UNLESS, IN AN ELIGIBLE CASE, A JOINT REQUEST FOR AN EXPLAINED DECISION HAS BEEN SUBMITTED BY ALL PARTIES TO THE PANEL AT LEAST 20 DAYS PRIOR TO THE FIRST SCHEDULED HEARING DATE.
- e. THE PANEL OF ARBITRATORS WILL TYPICALLY INCLUDE A MINORITY OF ARBITRATORS WHO WERE OR ARE AFFILIATED WITH THE SECURITIES INDUSTRY.
- f. THE RULES OF SOME ARBITRATION FORUMS MAY IMPOSE TIME

LIMITS FOR BRINGING A CLAIM IN ARBITRATION. IN SOME CASES, A CLAIM THAT IS INELIGIBLE FOR ARBITRATION MAY BE BROUGHT IN COURT.

g. THE RULES OF THE ARBITRATION FORUM IN WHICH THE CLAIM IS FILED, AND ANY AMENDMENTS THERETO, SHALL BE INCORPORATED INTO THIS AGREEMENT. THE FOLLOWING ARBITRATION AGREEMENT SHOULD BE READ IN CONJUNCTION WITH THE DISCLOSURES ABOVE. ANY AND ALL CONTROVERSIES, DISPUTES OR CLAIMS BETWEEN THE CUSTOMER AND YOU, OR THE INTRODUCING BROKER, OR THE AGENTS, REPRESENTATIVES, EMPLOYEES, DIRECTORS, OFFICERS OR CONTROL PERSON OF YOU OR THE INTRODUCING BROKER, ARISING OUT OF, IN CONNECTION WITH, FROM OR WITH RESPECT TO (a) ANY PROVISIONS OF OR THE VALIDITY OF THIS AGREEMENT OR ANY RELATED AGREEMENTS, (b) THE RELATIONSHIP OF THE PARTIES HERETO, OR (c) ANY CONTROVERSARY ARISING OUT OF YOUR BUSINESS, THE INTRODUCING BROKER'S BUSINESS OR THE CUSTOMER'S ACCOUNTS SHALL BE CONDUCTED PURSUANT TO THE CODE OF ARBITRATION PROCEDURE OF THE FINANCIAL INDUSTRY REGULATORY AUTHORITY ("FINRA"). ARBITRATION MUST BE COMMENCED BY SERVICE OF A WRITTEN DEMAND FOR ARBITRATION OR A WRITTEN NOTICE OF INTENTION TO ARBITRATE. THE DECISION AND AWARD OF THE ARBITRATOR(S) SHALL BE CONCLUSIVE AND BINDING UPON ALL PARTIES, AND ANY JUDGMENT UPON ANY AWARD RENDERED MAY BE ENTERED IN A COURT HAVING JURISDICTION THEREOF, AND NEITHER PARTY SHALL OPPOSE SUCH ENTRY. No person shall bring a punitive or certified class action to arbitration, nor seek to enforce any pre-dispute arbitration agreement against any person who has initiated in court a punitive class action; or who is a member of a punitive class who has not opted out of the class with respect to any claims encompassed by the putative class action until: (i) the class certification is denied; or (ii) the class is de-certified; or (iii) the customer is excluded from the class by the court. Such forbearance to enforce an agreement to arbitrate shall not constitute a waiver of rights under this agreement except to the extent stated herein.

10. Other Agreements. The undersigned agrees to be bounded by the terms of 's Retirement Custodial Account Agreement, the "Clearing Firm's" Customer Account Agreement and/or The "Clearing Firm's" Customer Margin and Short Account Agreement. The undersigned understands that copies of this agreement are available from The "Clearing Firm" and, to the extent applicable, are incorporated by reference herein. The terms of this other agreement is in addition to the provisions of this Agreement and any other written agreements between the "Clearing Firm" and the undersigned.

11. Data Not Guaranteed. The undersigned expressly agrees that any data or online reports is provided to the undersigned without warranties of any kind, express or implied, including but not limited to, the implied warranties of merchantability, fitness of a particular purpose or non-infringement. The undersigned acknowledges that the information contained in any reports provided by the "Clearing Firm" are obtained from sources believed to be reliable but is not guaranteed as to its accuracy or completeness. Such information could include technical or other inaccuracies, errors or omissions. In no event shall the "Clearing Firm" or any of the "Clearing Firm's" affiliates be liable to the undersigned or any third party for the accuracy, timeliness, or completeness of any information made available to the undersigned or for any decision made or taken by the undersigned in reliance upon such information. In no event shall the "Clearing Firm" or the "Clearing Firm's" affiliated entities be liable for any special incidental, indirect or consequential damages whatsoever, including, without limitation, those resulting from loss of use, data or profits, whether or not advised of the possibility of damages, and on any theory of liability, arising out of or in connection with the use of any reports provided by the "Clearing Firm" or with the delay or inability to use such reports.

12. Credit Check. The "Clearing Firm" is authorized, in the "Clearing Firm's" discretion, should the "Clearing Firm" for any reason deem it necessary for the "Clearing Firm's" protection to request and obtain a consumer credit report for the undersigned.

13. Miscellaneous. The undersigned is aware of and agrees that this Agreement and all transactions in the undersigned's accounts shall be governed by the constitution, rules, regulations, customs, usages and bylaws of the Options Clearing Corporation and the Financial Industry Regulatory Authority, and all exchanges or other facilities upon which options are traded for the account of the undersigned. If any provisions of this Agreement are held to be unenforceable, it shall not affect any other provisions of this Agreement. The headings of each sections of this

Agreement are descriptive only and do not modify or qualify any provision of this Agreement. This Agreement and its enforcement shall be governed by the law of the state of Texas and shall cover individually and collectively all accounts which the undersigned has previously opened, now has open or may open or reopen with the "Clearing Firm", or any introducing broker, and any and all previous, current and future transactions in such accounts. Except as provided in this Agreement, no provision of this Agreement may be altered, modified or amended unless executed in writing by the "Clearing Firm's" authorized representative. This Agreement and all provisions shall insure to the benefit of the "Clearing Firm" and the "Clearing Firm's" successors, whether by merger, consolidation or otherwise, the "Clearing Firm's" assigns, the undersigned's introducing broker, and all other persons specified in Paragraph 9. The "Clearing Firm" shall not be liable for losses caused directly or indirectly by any events beyond the "Clearing Firm's" reasonable control, including without limitation, government restrictions, exchange or market rulings, and suspension of trading or unusually heavy trading in securities, a general change in economic, political or financial conditions, war or strikes. The "Clearing Firm" may transfer the accounts of the undersigned to the "Clearing Firm's" successors and assigns. This Agreement shall be binding upon the heirs, executors, administrators, successors and assigns of the undersigned.

SUPPLEMENTAL PROVISIONS

A. Pledging. The undersigned understands that under Section 408(e)(4) of the Internal Revenue Code of 1986, as amended, if the undersigned pledges any portion of the undersigned's IRA as collateral for a loan, the amount so pledged will be treated as a distribution, and may be included in the undersigned's gross income for the taxable year in which the undersigned pledges the assets to the extent it represents earnings or be subject to excise taxes.

B. Prohibited Transactions. The undersigned understands that the extension of credit through margin, short selling positions, and uncovered options are not permitted in IRA accounts. If the undersigned or the undersigned's beneficiary engage in a prohibited transaction with the undersigned's IRA, as described in Section 4975 of the Internal Revenue Code of 1986, as amended, the undersigned's IRA may lose its tax-deferred or tax-exempt status, and the undersigned must generally include the value of the earnings in the undersigned account in gross income for the taxable year the undersigned engages in the prohibited transactions.

C. ERISA. The undersigned hereby represents, warrants, and covenants that the undersigned's IRA is not subject to the Employee Retirement Income Security Act of 1974, as amended, and the undersigned will not engage in any transaction in the undersigned's IRA that involves any extension of credit by the "Clearing Firm".

D. No Advice. The undersigned has been provided with an opportunity to consult with the undersigned's tax adviser regarding the advisability of holding options or conducting options strategies in the undersigned's IRA account. The undersigned has not and will not, rely on the "Clearing Firm" for legal or tax advice in connection with engaging in options transactions in the undersigned's IRA. The undersigned will not hold the "Clearing Firm" responsible for any adverse tax consequences or penalties that the undersigned or the undersigned's IRA may incur in connection with options transactions.

E. Obligations. The undersigned understands that the undersigned is solely responsible for ensuring that sufficient assets are maintained in the undersigned's IRA to cover all potential obligations arising from the holding of options and conducting any options strategies, including any potential assignment and exercise. The undersigned acknowledges responsibility for not conducting options transactions that can result in liabilities or obligations in excess of the undersigned's IRA account balance. The "Clearing Firm" shall not be responsible for the dishonor of any transaction due to an insufficient balance in the undersigned IRA. If an assignment creates a short position or debit balance, the "Clearing Firm" is authorized to immediately cover deficit in the undersigned's IRA with other assets in the undersigned IRA account.

F. Indemnification. By signing this Agreement, the undersigned hereby agrees to indemnify and hold the "Clearing Firm", the "Clearing Firm's" affiliates, and their respective officers, directors, employees and agents, and their respective successors and assigns, harmless from and against any and all losses (including but not limited to consequential damages),

liabilities, tax consequences (including excise taxes, penalties and interest), demands, claims and expenses, attorneys' fees, damages (including consequential, incidental, special or exemplary) arising out of any actions or omissions by the "Clearing Firm", or the "Clearing Firm's" agents in connection herewith, which are not caused by the "Clearing Firm's" gross negligence or willful misconduct. This provision shall survive the termination of this Agreement and shall be binding upon, and inure to the benefit of, each party's respective successors, assigns, heirs, and personal representatives.

• **G. Option Levels**

- • **Level 1 Covered calls, including:**
 - Covered calls sold against stocks held long in your brokerage account
 - Buy-writes (simultaneously buying a stock and writing a covered call)
 - Covered call roll-ups/roll-downs
- • **Level 2 All Level 1 strategies, plus:**
 - Married puts
 - Long calls
 - Long puts
 - Long straddles
 - Long strangles
 - Covered puts (short stock and short put position)
- • **Level 3 All Levels 1 and 2 strategies, plus:**
 - Equity debit spreads
 - Equity credit spreads
 - Equity calendar/diagonal spreads
 - Index debit spreads
 - Index credit spreads
 - Index calendar/diagonal spreads
- • **Level 4 All Level 1, 2, and 3 strategies, plus:**
 - Naked equity puts
- • **Level 5 All Level 1, 2, 3, and 4 strategies, plus:**
 - Naked equity calls
- • **Level 6 All Level 1, 2, 3, 4 and 5 strategies, plus:**
 - Naked index calls
 - Naked index puts

Disclosure – AutoTrade Agreement

What You Should Know About AutoTrading

AutoTrading allows you to implement investment recommendations from an investment newsletter or other recommendation service ("Newsletter") by authorizing AutoShares¹ to directly accept buy and sell orders for your account from that Newsletter. AutoShares may only accept orders for your account from a Newsletter if you direct us in writing to do so. AutoShares will only permit AutoTrading with Newsletters that facilitate that activity.

Once you initiate AutoTrading, AutoShares will continue to accept orders for your account from a Newsletter that you subscribe to until you instruct us in writing to cease doing so or until there are insufficient assets in your account to effect transactions.

AutoShares does not review or otherwise evaluate the reasonableness of the transactions entered or the investment strategies implemented for your account by the Newsletter you select. AutoShares acts solely as an order-taker for your account under AutoTrading arrangements. It is your responsibility to monitor each transaction effected by a Newsletter for your account and to decide if those transactions are appropriate for you. We strongly encourage you to closely review each trade confirmation and account statement you receive to ensure that you are comfortable with each transaction and the overall activity in your account.

AutoShares does not recommend Newsletters for AutoTrading purposes. AutoShares receives no compensation from Newsletters to facilitate their AutoTrading programs and AutoShares does not share commissions with or pay referral fees to Newsletters relating to customer accounts established or transactions effected under AutoTrading arrangements. AutoShares may pay Newsletters to advertise its services. You may obtain more information about any such payments relating to the Newsletter you have selected for AutoTrading purposes by sending us a written request.

Risks Associated With AutoTrading

While there are risks associated with all investments and investment programs, there are special risks associated with AutoTrading. You should both be familiar with those risks and willing to accept them before you

direct us to initiate an AutoTrading program with a Newsletter. For example, AutoTrading frequently involves short-term trading of stocks and options that is based on short-term fluctuations in the overall market, particular industries, or particular issuers. There can be no assurances that such trading will be profitable. And because you will be charged a commission on each transaction effected for your account, the costs associated with frequent short-term trading can become significant. Similarly, there are risks associated with engaging in AutoTrading using margin. You should not engage in AutoTrading unless you are willing to accept the risks associated with it, which may include the loss of all the funds you have invested.

You should carefully review the trading strategies of the Newsletter with which you wish to engage in AutoTrading to ensure that those strategies are consistent with your investment objectives and risk tolerance. You should also carefully review documented results of the implementation of those strategies by the Newsletter with which you intend to engage in AutoTrading. While past performance is no guarantee of future results, a Newsletter's documented past performance may help you, but should not be solely relied on, to get a sense of the potential for success or failure in implementing its strategies.

It is important to remember that you control your account. You can terminate an AutoTrading arrangement at any time by sending AutoShares written instructions. If you have any questions, please call us at (800) 847-8495 or email us at AutoTrade@AutoShares.com.¹ AutoShares is a division of ViewTrade Securities, Inc, a FINRA and SIPC member firm. All security transactions are executed by ViewTrade.

AutoTrading Program Authorization

In conjunction with my establishment of an AutoTrading arrangement between the above referenced Newsletter and AutoShares, I make the following representations (evidenced in each instance by my initials):

I understand that this AutoTrading arrangement permits AutoShares to accept orders from the Newsletter noted above to purchase and sell stocks and/or options contracts (on a cash and/or margin basis), including opening new positions or multiple positions, closing existing positions, and exercising option contracts in accordance with the investment instructions reflected above.

I understand that I am authorizing AutoShares to accept orders for my account from the Newsletter noted above without prior communications with me regarding each individual transaction.

I understand that AutoShares is only authorized to accept from the above reference Newsletter to buy and sell orders for stocks and/or options for my account. AutoShares is not authorized to accept any other instructions from the Newsletter such as to transfer funds or securities into or out of my account. I acknowledge that I am the only person authorized to provide such instructions to AutoShares.

I understand that AutoTrading will continue in my account until one or more of the following events occurs: A) I change the terms of the AutoTrading to be done (i.e., I change the number of share/contracts, dollar amount, or percentage of account value assigned for each trade); B) I direct in writing that my AutoTrading status be changed from "active" to "inactive" (or vice versa), C) If I limit my AutoTrade program to "sell only," it will be terminated when the last position in my account is liquidated; or D) my subscription for the Newsletter expires. I further understand that I remain solely responsible for the ultimate disposition of the positions (long or short) in my account should any of the above events occur.

I understand that AutoShares may, but is not obligated to do so, communicate with the above referenced Newsletter publisher to verify my subscription to its Newsletter and that in doing so, AutoShares may confirm with the publisher certain basic information about me, including my name, address, email address, and other similar identifying information. I also understand that AutoShares will not communicate with the Newsletter publisher about orders entered for my account, whether or not filled in whole or in part.

I acknowledge that by accepting orders for my account from the Newsletter pursuant to this AutoTrade arrangement, AutoShares is acting solely as an order-taker. In that regard, I understand that AutoShares will not recommend or endorse any transaction or investment strategy implemented by the Newsletter. I also understand that AutoShares is

under no obligation to evaluate the suitability of any transaction or strategy initiated or carried out by the Newsletter for my account and I will remain fully responsible for all orders initiated by the Newsletter I subscribe to.

I acknowledge that I am responsible for all risks associated with the AutoTrading that occur in my account, including margin calls when my account is traded on margin.

I understand that AutoTrade is only offered to clients whose stated investment objective is "Speculation". I acknowledge that the investment objective for my account is "Speculation".

I understand that AutoShares may aggregate orders in a single security entered for my account and the accounts of other customers, regardless of whether those orders originated from the same Newsletter. I understand that if an aggregated order is not filled in full, AutoShares will allocate a partial fill between me and the other affected customers in a manner that it believes is fair and reasonable for all of us.

I understand that AutoShares will charge a commission on each transaction effected for my account and that if there is significant trading activity in my account, my account may be charged significant commissions.

I have reviewed the background of the Newsletter, its publisher, its documented investment track record, and the types of recommendations and strategies it regularly publishes and I have determined that the kinds of recommendations it makes are consistent with my personal investment objectives and risk tolerances. I acknowledge that AutoShares has done no research on my behalf regarding this Newsletter and that AutoShares has no duty to do so, and that AutoShares does not review, endorse, verify or test the strategies advocated by the Newsletters or its suitability for my needs.

I understand that AutoShares will not affect any transactions for my account, regardless of the instructions from the Newsletter, if there are not sufficient funds or available margin buying power (when applicable) to effect those transactions. I understand that AutoShares will not affect any transactions for my account if the orders entered for my account from the Newsletter publisher are unclear, incorrect or inconsistent in AutoShares' sole discretion. I understand that in such instances, AutoShares may communicate with the Newsletter publisher about orders intended in the subject publication in order to clarify the trading instruction. I further agree that AutoShares will not be held liable for any delays in order entry caused by the lack of clarity in the Newsletter.

I understand that the Newsletter is independent from and in no way affiliated with AutoShares, its owners, officers, or registered representatives. I understand that AutoShares receives no compensation from the Newsletter to facilitate my AutoTrading and that AutoShares does not share commissions with or pay referral fees to the Newsletter relating to my account or transactions effected for my account. I understand that AutoShares may pay the Newsletter to advertise its services and that I may obtain more information about any such payments relating to the Newsletter by sending AutoShares a written request.

If my account will engage in options transactions:

I understand that there are special risks associated with engaging in options transactions, that options can be volatile, and that trading options could possibly subject me to the loss of my entire investment.

I understand and acknowledge that trading in options is only suitable for investors who understand the mechanics of those investments and the inherent risks of options and options trading strategies. I represent that I have the financial capacity and willingness to accept those risks and that I have sufficient liquid assets to meet any margin requirements.

I represent that I have received and read the booklet entitled Characteristics and Risks of Standardized Options (available at <http://www.optionsclearing.com/about/publications/publication-listing.jsp>) in advance of having any options transactions entered in my account and I have paid particular attention to the chapter entitled "Risks of Buying and Writing Options."

With respect to the transactions that will be effected for my account, I acknowledge the following:

I understand that because of the nature of the communication and processing systems and other factors involved in AutoTrading

transactions, orders for my account may be processed and executed more slowly than if they were entered without using AutoTrading. Moreover, orders entered through AutoTrade may be subject to errors involving, among other things, electronic and market systems and processes.

I understand and agree that AutoShares will not be liable for any lost profits, trading losses, or other damages arising from delays or the loss of online services associated with AutoTrading. I also understand that AutoShares will only execute the transactions submitted by the above referenced Newsletter and that while AutoShares will attempt to enter each transaction in a timely and efficient manner, it cannot be held responsible for losses or lost profits resulting from communication delays from the Newsletter.

I understand that certain Newsletters may have specific trade placement rules including, but not limited to: gap rules, cancellation times, specific contract/share amounts, trigger range/prices, and partially closing positions. I understand that AutoShares will use its best efforts to execute each order in accordance with the terms dictated by the Newsletter. I also understand that if AutoShares is instructed to open or close a portion of an existing position, it will, when necessary, round up the number of shares in the position being closed if necessary.

I understand that the laws of New Jersey shall govern the terms of this AutoTrading Agreement.

Indemnification:

I hereby agree to indemnify and hold AutoShares (as well as its officers, employees and registered representatives) harmless from any and all losses, costs or expenses incurred by me in connection with the use of AutoTrading services. I further agree to pay AutoShares promptly, on demand, for any such losses, costs or expenses they may incur in conjunction with providing AutoTrading services to me. I understand that this indemnification in no way limits or restricts any rights that AutoShares may have under any other agreement(s) with me.

I understand that the foregoing indemnification will continue so long as I am using the AutoTrading service.

Autoshares is a division of ViewTrade Securities, Inc, a FINRA and SIPC member firm. All security transactions are executed by ViewTrade.

AutoTrading Limited Trading Authorization
(Limited to Purchases and Sales of Stocks and Options)

The undersigned account owner(s) hereby authorizes, designates and empowers the Newsletter Publisher selected on the AutoTrade Authorization form as the undersigned's agent and attorney-in-fact (the "Agent Newsletter") with full power and authority on the undersigned's behalf to buy, sell (including short sales) and trade in stocks and options (including uncovered option writing), on margin or otherwise, and to enter into transactions in accordance with the written instructions AutoShares¹ may receive from the Agent Newsletter from time to time. This Authorization extends solely to the purchase and sale of stocks and options and does not permit AutoShares, the Agent Newsletter, or anyone other party to effect any other transactions in the undersigned's AutoShares account (such as depositing to or transferring from the undersigned's account any funds or securities) without the undersigned's specific prior authorization.

This Authorization expressly revokes and replaces any existing trading authorization previously executed by the undersigned in connection with the undersigned's AutoShares account.

Pursuant to this Authorization, AutoShares is authorized to act for the undersigned and on the undersigned's behalf, in the same manner and with the same force and effect as if instructed directly by the undersigned with respect to such purchases, sales, or transactions directed by the Newsletter. The undersigned acknowledges and understands that transactions may be automatically executed in accordance with the parameters established under the AutoTrading Authorization separately executed by the undersigned without the undersigned's specific prior consent at the time of execution.

This Authorization is in addition to, and in no way limits or restricts, any rights which AutoShares may have under any other agreements with the undersigned. This Authorization is a continuing one which shall remain in full force and effect until revoked by the undersigned by written notice or

until AutoShares receives actual notice of death of the undersigned (or if two customers sign, the death of either one) and shall inure to the benefit of AutoShares and any successor firm or firms, and the assigns of AutoShares. The laws of New Jersey shall govern the terms of the Authorization.

The undersigned agrees to indemnify and hold harmless AutoShares (as well as its officers, employees and registered representatives) from any and all losses, costs or expenses incurred by the undersigned in connection with the use of AutoTrading services. The undersigned further agrees to pay AutoShares promptly, on demand, for any such losses, costs or expenses that may be incurred in conjunction with its providing AutoTrading services to the undersigned.

Day-Trading Risk Disclosure Statement

You should consider the following points before engaging in a day-trading strategy. For purposes of this notice, a "day-trading strategy" means an overall trading strategy characterized by the regular transmission by a customer of intra-day orders to effect both purchase and sale transactions in the same security or securities.

- Day trading can be extremely risky. Day trading generally is not appropriate for someone of limited resources and limited investment or trading experience and low risk tolerance. You should be prepared to lose all of the funds that you use for day trading. In particular, you should not fund day-trading activities with retirement savings, student loans, second mortgages, emergency funds, funds set aside for purposes such as education or home ownership or funds required to meet your living expenses. Further, certain evidence indicates that an investment of less than \$50,000 will significantly impair the ability of a day trader to make a profit. Of course, an investment of \$50,000 or more will in no way guarantee success.

- Be cautious of claims of large profits from day trading. You should be wary of advertisements or other statements that emphasize the potential for large profits in day trading. Day trading can also lead to large and immediate financial losses.

- Day trading requires knowledge of securities markets. Day trading requires in-depth knowledge of the securities markets and trading techniques and strategies. In attempting to profit through day trading, you must compete with professional, licensed traders employed by securities firms. You should have appropriate experience before engaging in day trading.

- Day trading requires knowledge of a firm's operations. You should be familiar with a securities firm's business practices, including the operation of the firm's order execution systems and procedures. Under certain market conditions, you may find it difficult or impossible to liquidate a position quickly at a reasonable price. This can occur, for example, when the market for a stock suddenly drops, or if trading is halted due to recent news events or unusual trading activity. The more volatile a stock is, the greater the likelihood that problems may be encountered in executing a transaction. In addition to normal market risks, you may experience losses due to system failures.

- Day trading will generate substantial commissions, even if the per trade cost is low. Day trading involves aggressive trading, and generally you will pay commissions on each trade. The total daily commissions that you pay on your trades will add to your losses or significantly reduce your earnings. For instance, assuming that a trade costs \$16 and an average of 29 transactions are conducted per day, an investor would need to generate an annual profit of \$111,360 just to cover commission expenses.

- Day trading on margin or short selling may result in losses beyond your initial investment. When you day trade with funds borrowed from a firm or someone else, you can lose more than the funds you originally placed at risk. A decline in the value of the securities that are purchased may require you to provide additional funds to the firm to avoid the forced sale of those securities or other securities in your account. Short selling as part of your day-trading strategy also may lead to extraordinary losses, because you may have to purchase a stock at a very high price in order to cover a short position.

EXTENDED HOURS TRADING RISK DISCLOSURE

- Risk of Lower Liquidity. Liquidity refers to the ability of market participants to buy and sell securities. Generally, the more orders that are available in a market, the greater the liquidity. Liquidity is important because with greater liquidity it is easier for investors to buy or sell securities, and as a result, investors are more likely to pay or receive a competitive price for securities purchased or sold. There may be lower liquidity in extended hours trading as compared to regular market hours. As a result, your order may only be partially executed, or not at all.

- Risk of Higher Volatility. Volatility refers to the changes in price that securities undergo when trading. Generally, the higher the volatility of a security, the greater its price swings. There may be greater volatility in extended hours trading than in regular market hours. As a result, your order may only be partially executed, or not at all, or you may receive an inferior price in extended hours trading than you would during regular markets hours.

- Risk of Changing Prices. The prices of securities traded in extended hours trading may not reflect the prices either at the end of regular market hours, or upon the opening of the next morning. As a result, you may receive an inferior price in extended hours trading than you would during regular market hours.

- Risk of Unlinked Markets. Depending on the extended hours trading system or the time of day, the prices displayed on a particular extended hours system may not reflect the prices in other concurrently operating extended hours trading systems dealing in the same securities. Accordingly, you may receive an inferior price in one extended hours trading system than you would in another extended hours trading system.

- Risk of News Announcements. Normally, issuers make news announcements that may affect the price of their securities after regular market hours. Similarly, important financial information is frequently announced outside of regular market hours. In extended hours trading, these announcements may occur during trading, and if combined with lower liquidity and higher volatility, may cause an exaggerated and unsustainable effect on the price of a security.

- Risk of Wider Spreads. The spread refers to the difference in price between what you can buy a security for and what you can sell it for. Lower liquidity and higher volatility in extended hours trading may result in wider than normal spreads for a particular security.

- Risk of Lack of Calculation or Dissemination of Underlying Index Value or Intraday Indicative Value ("IIV"). For certain Derivative Securities Products, an updated underlying index value or IIV may not be calculated or publicly disseminated in extended trading hours. Since the underlying index value and IIV are not calculated or widely disseminated during the pre-market and post-market sessions an investor who is unable to calculate implied values for certain Derivative Securities Products in those sessions may be at a disadvantage to market professionals.

CUSTOMER RESPONSIBILITIES

Clients must be familiar with the following responsibilities and must agree to follow all Regulatory and Exchange rules:

ACCOUNT REVIEW

It is always the client's responsibility to review their account daily, through the clearing firms at their websites to compare the information shown there versus the information displayed on the trading software. If there is any discrepancy of any kind, including but not limited to; current equity, buying power, or positions the client must contact AutoShares prior to acting on any information that does not match. Also if you ever believe for any reason that anything is incorrect in your account, please make sure you always contact us before acting. If a client acts before contacting us to verify the validity of their account information or fails to review their account on a daily basis, any issues that arise as a result of not reviewing their information or contacting our firm in a timely manner will be solely the client's responsibility.

TRADING

Clients are solely responsible for any order placed in their account or by their user. Clients must be sure to keep their user names and passwords

secure and not allow any other party to have access to that information. Any trades placed in the client's user or account are considered valid. The client account will be responsible for any execution or cancellation on those orders, regardless of the timing of that order. Limit orders placed and left outstanding in client accounts may be executed at any time, including in pre-market or after-hours trading.

It is also the client's responsibility to review all their open orders daily, especially if you are placing GTC (good till cancelled) orders. If you believe you had an order that for some reason is not showing on your software or have any other issue or problem with any order, you will need to contact us immediately. You will be responsible for this daily review of your open orders. Any issues caused by the failure to do this review and to contact us in a timely manner to resolve any discrepancies will be solely the client's responsibility. Also, please note that you alone are responsible for any orders you place in your account and the resulting executions from those orders.

STOCK SPLITS, SYMBOL CHANGES & OPTIONS

It is the client's responsibility to notify AutoShares if they hold any stock that has either a forward or reverse stock split and/or if any stock they own has a symbol change of any kind. The client will also need to contact us if you are holding an option that has expired, been exercised, assigned or changes symbols. The trading software will NOT automatically adjust for these changes. The client will need to contact us and we will manually adjust their trading software to reflect these changes. **SHORT SALES**

The term 'short sale' means any sale of a security, which the seller does not own, or any sale, which is consummated by the delivery of a security, borrowed by, or for the account of the seller. For stocks hard to borrow, short sales must be preceded by a request to AutoShares to make sure stocks can be borrowed. We will then contact the clearing firm's Stock Loan Department to ensure the availability of the stock. If approval is granted by the clearing firm's Stock Loan Department, AutoShares will inform you that the stock can be sold short. If approval is not received, the security in question cannot be shorted. If you short a stock that has not been located, the transaction may be cancelled and you will be responsible for any losses incurred. Short sales made on stocks not located will result in a buy-in. All trades that violate these rules will be put into a designated error account. All losses will be charged back to your account. You will not receive any profit from these trades as they are illegally gained. Repeated violations of these rules can result in your account being closed. Assuming the security in question can be shorted, the short sale must take place as 'sell short'. If the trader uses a sell to place a short sale or over-sells a position, it is possible that the trade will be executed illegally. This is a violation of FINRA and SEC rules. The trader is responsible to cover any illegal position immediately with a corresponding buy. You will be responsible for any losses from invalid short sales and any invalid gains from these trades are illegal and will be removed. These issues must be reported via e-mail to AutoShares by the end of the trading day.

MARGIN

There are 2 types of margin available - Overnight (2:1) and Day Trading (4:1). Overnight buying power is limited to two times the available equity at the end of the preceding day. Overnight positions held above two times equity will result in a federal margin call. You may have up to 3 business days to cover an overnight call by either sending in new funds for the amount of the call or liquidating positions to meet the call. If you liquidate positions to meet this call, your account may be restricted or closed. If you do not cover the amount of the call when due, AutoShares will liquidate your position. Day Trading buying power is applied to stocks that you day trade (buy and sell in the same day). For margin accounts with equity above \$25,000, the margin is set at 4:1 and there is no limit on the number of day trades that can be made. Note that overnight positions still must not exceed 2:1 margin. For accounts under \$25,000, there is a limit of 3 day trades allowed per any 5 consecutive business day period. Overnight positions are not affected by this limitation. If you violate this rule, your account may be restricted or closed. It is the client's responsibility to abide by these rules. The electronic order entry software systems provided to you by AutoShares cannot do this on your behalf. Buying power figures are set at the beginning of the day and generally will not be increased for the remainder of the day (covering overnight positions may not increase these numbers). When you have overnight positions your available buying power will generally be computed as follows: 30% of short positions and 25% of long positions, subtract both figures from your equity and double what is left over. These percentages may be subject to change or differ by stock. There are also increased

margin requirements when shorting low priced stocks. The minimum requirement is \$2.50 per share on shorts, so if you short a stock trading under \$2.50 a share you still will be held to the increased requirement of \$2.50 per share. Stocks trading between \$2.50 and \$5 will be held to 100% requirement on shorts. Stocks above \$5 per share will be held to a minimum requirement of \$5 per share and then the regular short requirements thereafter. You will receive a margin call if you go over your day trading buying power at any point during the day. This day trading call must be met with cash only within seven business days. If you do not meet your day trading buying power call, the clearing firm will CLOSE YOUR ACCOUNT. AutoShares will generally attempt to contact you about any margin calls you may receive. This notice may be done by e-mail, phone or by other means pertaining to the details of your margin call. Clients must strictly adhere to all margin rules. Please be aware that AutoShares is in no way obligated to inform you of your margin calls. It is your responsibility to monitor your own account at all times. AutoShares or the clearing firm may also cover part or all of your position to meet your margin call at anytime with or without notice. The clearing firm may choose to stop extending any credit at all or close the account for repeat violators. Also no checks or wire transfers can be sent out of the account unless there is available free cash of at least that amount in the account.

EQUITY REQUIREMENT

The amount of equity required to open and maintain a pattern day-trading account is \$25,000. If your equity drops below this amount you must deposit additional funds to get your equity back up to \$25,000. If you do not maintain the minimum equity, your account may be allowed to become a regular margin account with buying power determined by the clearing firm and limited to 3 day-trades in a five day period. Positions held overnight do not count as day-trades.

CASH ACCOUNTS

It takes 3 business days for traded funds to settle in cash accounts. When you sell a stock, the clearing firm will issue you buying power the following business day; however, those funds cannot be reused for at least 3 business days. If unsettled funds are used to buy a new position and you sell that new position before settlement of the original sell order, that is considered a good faith violation of free riding and withholding. Your account will be closed if you get these violations repeatedly. You must hold new positions past settlement of the original sell trade to avoid this good faith violation. This violation can also be avoided by opening a margin account, as margin account funds can be reused before settlement without the 3-day restriction.

ILLIQUID STOCKS

Clients cannot trade in excess of 10% of the previous 20 business day average trading volume of any stock on any day regardless of the stock's price. In addition, for stocks trading below \$1 per share, clients cannot trade more than 25% of the current day's trading volume. If a client trades in excess of these restrictions, then their accounts may be subject to closure and/or interest charges during the 3-day settlement period of those trades. The interest charges will be assessed on an illiquidity requirement imposed on the clearing firm, which could be many times the value of the trade. The interest rates charged to clients who violate these restrictions will be between 15% - 25% per year, assessed at a daily rate during the trade settlement period.

OVERNIGHT BUY POWER RELEASE

When you cover a position you had held overnight, we can allow the trading software to give you a release of buy power. This release will show up in both your intraday and overnight buy power numbers on the software. The reason for this is because the overnight buy power amount shown in the software is only informational. It does not actually limit you to only trading that amount because the software does not know how long you will hold a position when you open it. The release that goes into your intraday buy power CANNOT be used for intraday trading (day trading). If you do any intraday trades (day trades), they can only be done using the initial intraday buy power you had before you covered the overnight position and got an additional release. You cannot use the newly released funds for new day trades. It can ONLY be used for taking new overnight positions. If you do use the released funds for new intraday trades (day trades) then you will get a day trading (DT) margin call. That type of DT call can ONLY be met by depositing new funds. If you get a DT call and do not deposit funds to meet that call, your account would be closed.

ROUTING FEES

The routing fees on the website and as set in the software are subject to change at anytime. You are responsible to know the correct fee for any route you are trading through. If necessary, we reserve the right to charge or adjust for venue, routing, or exchange fees.

ELECTRONIC ROUTING, THIRD PARTY SOFTWARE AND TRADING SYSTEMS DISCLAIMER

System response, trade executions and account access may be affected by market conditions, system performance, quote delays and other factors. The risk of loss in electronic trading can be substantial. You should therefore consider whether such trading is suitable for you in light of your financial resources and circumstances. We can not and will not be held responsible for losses resulting from issues with the use of third party software quoting systems or third party order execution routing issues. We only provide our clients with the ability to connect to quoting software and order execution routes, we do not own or control them.

****IMPORTANT NOTICE**

The procedures and rules listed on this page are for informational purposes and may be subject to change, which may not be reflected on this page, or may be updated without notice. This is only a partial list of trader's responsibilities. Traders need to understand that they have far more responsibilities than are or can be listed here. If you have any questions about any of your responsibilities, please contact us.

SIPC

As a member of the Securities Investor Protection Corporation (SIPC), funds are available to meet customer claims up to a ceiling of \$500,000, including a maximum of \$250,000 for cash claims. For additional information regarding SIPC coverage, including a brochure, please contact SIPC at (202) 371-8300 or visit www.sipc.org.

Order Flow Payments

ViewTrade Securities "VTS" receives order flow rebates/payments that are customary and standardized industrywide. There are no other material aspects of relationships with any other market center.

Please see each route:

<http://www.nasdaqtrader.com>

<http://www.nyse.com>

<http://www.cbsx.com>

<http://www.nsx.com>

<http://www.batstrading.com>

<http://www.directedge.com>

<http://www.trackecn.com>

<http://www.tmx.com>

<http://www.credit-suisse.com>

<http://www.javatrading.com>

<http://www.thelampost.com>

Low Priced Securities/Penny Stocks Risk Disclosure

Important Information on Penny Stocks

This statement is required by the U.S. Securities and Exchange Commission (SEC) and contains important information on penny stocks. Your broker-dealer is required to obtain your signature to show that you have received this statement before your first trade in a penny stock. You are urged to read this statement before signing and before making a purchase or sale of a penny stock.

Penny stocks can be very risky

Penny stocks are low-priced shares of small companies not traded on an exchange or quoted on NASDAQ. Prices often are not available. Investors in penny stocks often are unable to sell stock back to the dealer that sold them the stock. Thus, you may lose your investment. Be cautious of newly issued penny stock. Your salesperson is not an impartial advisor but is paid to sell you the stock. Do not rely only on the salesperson, but seek outside advice before you buy any stock. If you have problems with a salesperson, contact the firm's compliance officer or the regulators listed

below.

Information you should get

Before you buy penny stock, federal law requires your salesperson to tell you the "offer" and the "bid" on the stock, and the "compensation" the salesperson and the firm receive for the trade. The firm also must mail a confirmation of these prices to you after the trade. You will need this price information to determine what profit, if any, you will have when you sell your stock. The offer price is the wholesale price at which the dealer is willing to sell stock to other dealers. The bid price is the wholesale price at which the dealer is willing to buy the stock from other dealers. In its trade with you, the dealer may add a retail charge to these wholesale prices as compensation (called a "markup" or "markdown"). The difference between the bid and the offer price is the dealer's "spread." A spread that is large compared with the purchase price can make a resale of a stock very costly. To be profitable when you sell, the bid price of your stock must rise above the amount of this spread and the compensation charged by both your selling and purchasing dealers. If the dealer has no bid price, you may not be able to sell the stock after you buy it, and may lose your whole investment.

Brokers' duties and customer's rights and remedies

If you are a victim of fraud, you may have rights and remedies under state and federal law. You can get the disciplinary history of a salesperson or firm from the FINRA at 1-800-289-9999, and additional information from your state securities official, at the North American Securities Administrators Association's central number: (202) 737-0900. You also may contact the SEC with complaints at (202) 272-7440.

Further Information

The securities being sold to you have not been approved or disapproved by the Securities and Exchange Commission. Moreover, the Securities and Exchange Commission has not passed upon the fairness or the merits of this transaction nor upon the accuracy or adequacy of the information contained in any prospectus or any other information provided by an issuer or a broker or dealer.

Generally, penny stock is a security that:

- Is priced under five dollars;
- Is not traded on a national stock exchange or on NASDAQ (the NASD's automated quotation system for actively traded stocks);
- May be listed in the "pink sheets" or the FINRA OTC Bulletin Board;
- Is issued by a company that has less than \$5 million in net tangible assets and has been in business less than three years, by a company that has under \$2 million in net tangible assets and has been in business for at least three years, or by a company that has revenues of \$6 million for 3 years.

Use Caution When Investing in Penny Stocks:

1. Do not make a hurried investment decision. High-pressure sales techniques can be a warning sign of fraud. The salesperson is not an impartial advisor, but is paid for selling stock to you. The salesperson also does not have to watch your investment for you. Thus, you should think over the offer and seek outside advice. Check to see if the information given by the salesperson differs from other information you may have. Also, it is illegal for salespersons to promise that a stock will increase in value or is risk-free, or to guarantee against loss. If you think there is a problem, ask to speak with a compliance official at the firm, and, if necessary, any of the regulators referred to in this statement.
2. Study the company issuing the stock. Be wary of companies that have no operating history, few assets, or no defined business purpose. These may be sham or "shell" corporations. Read the prospectus for the company carefully before you invest. Some dealers fraudulently solicit investors' money to buy stock in sham companies, artificially inflate the stock prices, then cash in their profits before public investors can sell their stock.
3. Understand the risky nature of these stocks. You should be aware that you may lose part or all of your investment. Because of large dealer

spreads, you will not be able to sell the stock immediately back to the dealer at the same price it sold the stock to you. In some cases, the stock may fall quickly in value. New companies, whose stock is sold in an "initial public offering," often are riskier investments. Try to find out if the shares the salesperson wants to sell you are part of such an offering. Your salesperson must give you a "prospectus" in an initial public offering, but the financial condition shown in the prospectus of new companies can change very quickly.

4. Know the brokerage firm and the salespeople with whom you are dealing. Because of the nature of the market for penny stock, you may have to rely solely on the original brokerage firm that sold you the stock for prices and to buy the stock back from you. Ask the National Association of Securities Dealers, Inc. (NASD) or your state securities regulator, which is a member of the North American Securities Administrators Association, Inc. (NASAA), about the licensing and disciplinary record of the brokerage firm and the salesperson contacting you. The telephone numbers of the FINRA and NASAA are listed on the first page of this document.

5. Be cautious if your salesperson leaves the firm. If the salesperson who sold you the stock leaves his or her firm, the firm may reassign your account to a new salesperson. If you have problems, ask to speak to the firm's branch office manager or a compliance officer. Although the departing salesperson may ask you to transfer your stock to his or her new firm, you do not have to do so. Get information on the new firm. Be wary of requests to sell your securities when the salesperson transfers to a new firm. Also, you have the right to get your stock certificate from your selling firm. You do not have to leave the certificate with that firm or any other firm.

Your Rights

Disclosures to you. Under penalty of federal law, your brokerage firm must tell you the following information at two different times—before you agree to buy or sell a penny stock, and after the trade, by written confirmation:

* The bid and offer price quotes for penny stock, and the number of shares to which the quoted prices apply. The bid and offer quotes are the wholesale prices at which dealers trade among themselves. These prices give you an idea of the market value of the stock. The dealer must tell you these price quotes if they appear on an automated quotation system approved by the SEC. If not, the dealer must use its own quotes or trade prices. You should calculate the spread, the difference between the bid and offer quotes, to help decide if buying the stock is a good investment.

A lack of quotes may mean that the market among dealers is not active. It thus may be difficult to resell the stock. You also should be aware that the actual price charged to you for the stock may differ from the price quoted to you for 100 shares. You should therefore determine, before you agree to a purchase, what the actual sales price (before the markup) will be for the exact number of shares you want to buy.

* The brokerage firm's compensation for the trade. A markup is the amount a dealer adds to the wholesale offer price of the stock and a markdown is the amount it subtracts from the wholesale bid price of the stock as compensation. A markup/markdown usually serves the same role as a broker's commission on a trade. Most of the firms in the penny stock market will be dealers, not brokers.

* The compensation received by the brokerage firm's salesperson for the trade. The brokerage firm must disclose to you, as a total sum, the cash compensation of your salesperson for the trade that is known at the time of the trade. The firm must describe in the written confirmation the nature of any other compensation of your salesperson that is unknown at the time of the trade.

In addition to the items listed above, your brokerage firm must send to you:

* Monthly account statements. In general, your brokerage firm must send you a monthly statement that gives an estimate of the value of each penny stock in your account, if there is enough information to make an estimate. If the firm has not bought or sold any penny stocks for your account for six months, it can provide these statements every three months.

* A Written Statement of Your Financial Situation and Investment Goals. In general, unless you have had an account with your brokerage firm for

more than one year, or you have previously bought three different penny stocks from that firm, your brokerage firm must send you a written statement for you to sign that accurately describes your financial situation, your investment experience, and your investment goals, and that contains a statement of why your firm decided that penny stocks are a suitable investment for you. The firm also must get your written consent to buy the penny stock.

Legal remedies. If penny stocks are sold to you in violation of your rights listed above, or other federal or state securities laws, you may be able to cancel your purchase and get your money back. If the stocks are sold in a fraudulent manner, you may be able to sue the persons and firms that caused the fraud for damages. If you have signed an arbitration agreement, however, you may have to pursue your claim through arbitration. You may wish to contact an attorney. The SEC is not authorized to represent individuals in private litigation.

However, to protect yourself and other investors, you should report any violations of your brokerage firm's duties listed above and other securities laws to the SEC, the FINRA or your state securities administrator at the telephone numbers on the first page of this document. These bodies have the power to stop fraudulent and abusive activity of salespersons and firms engaged in the securities business. Or you can write to the SEC at 450 Fifth St., NW., Washington, DC 20549; the FINRA at 1735 K Street, NW., Washington, DC 20006; or NASAA at 555 New Jersey Avenue, NW., Suite 750, Washington, DC 20001. NASAA will give you the telephone number of your state's securities agency. If there is any disciplinary record of a person or a firm, the FINRA, NASAA, or your state securities regulator will send you this information if you ask for it.

Market Information

The market for penny stocks. Penny stocks usually are not listed on an exchange or quoted on the NASDAQ system. Instead, they are traded between dealers on the telephone in the "over-the-counter" market. The NASD's OTC Bulletin Board also will contain information on some penny stocks. At times, however, price information for these stocks is not publicly available.

Market domination. In some cases, only one or two dealers, acting as "market makers," may be buying and selling a given stock. You should first ask if a firm is acting as a broker (your agent) or as a dealer. A dealer buys stock itself to fill your order or already owns the stock. A market maker is a dealer who holds itself out as ready to buy and sell stock on a regular basis. If the firm is a market maker, ask how many other market makers are dealing in the stock to see if the firm (or group of firms) dominates the market. When there are only one or two market makers, there is a risk that the dealer or group of dealers may control the market in that stock and set prices that are not based on competitive forces. In recent years, some market makers have created fraudulent markets in certain penny stocks, so that stock prices rose suddenly, but collapsed just as quickly, at a loss to investors.

Mark-ups and mark-downs. The actual price that the customer pays usually includes the mark-up or mark-down. Markups and markdowns are direct profits for the firm and its salespeople, so you should be aware of such amounts to assess the overall value of the trade.

The "spread." The difference between the bid and offer price is the spread. Like a mark-up or mark-down, the spread is another source of profit for the brokerage firm and compensates the firm for the risk of owning the stock. A large spread can make a trade very expensive to an investor. For some penny stocks, the spread between the bid and offer may be a large part of the purchase price of the stock. Where the bid price is much lower than the offer price, the market value of the stock must rise substantially before the stock can be sold at a profit. Moreover, an investor may experience substantial losses if the stock must be sold immediately.

Example: If the bid is \$0.04 per share and the offer is \$0.10 per share, the spread (difference) is \$0.06, which appears to be a small amount. But you would lose \$0.06 on every share that you bought for \$0.10 if you had to sell that stock immediately to the same firm. If you had invested \$5,000 at the \$0.10 offer price, the market maker's repurchase price, at \$0.04 bid, would be only \$2,000; thus you would lose \$3,000, or more than half of your investment, if you decided to sell the stock. In addition, you would have to pay compensation (a "mark-up," "mark-down," or commission) to buy and sell the stock. 1/4\ In addition to the amount of the spread, the

price of your stock must rise enough to make up for the compensation that the dealer charged you when it first sold you the stock. Then, when you want to resell the stock, a dealer again will charge compensation, in the form of a markdown. The dealer subtracts the markdown from the price of the stock when it buys the stock from you. Thus, to make a profit, the bid price of your stock must rise above the amount of the original spread, the markup, and the markdown.

Primary offerings. Most penny stocks are sold to the public on an ongoing basis. However, dealers sometimes sell these stocks in initial public offerings. You should pay special attention to stocks of companies that have never been offered to the public before, because the market for these stocks is untested. Because the offering is on a first-time basis, there is generally no market information about the stock to help determine its value. The federal securities laws generally require broker-dealers to give investors a "prospectus," which contains information about the objectives, management, and financial condition of the issuer. In the absence of market information, investors should read the company's prospectus with special care to find out if the stocks are a good investment. However, the prospectus is only a description of the current condition of the company. The outlook of the start-up companies described in a prospectus often is very uncertain.

For more information about penny stocks, contact the Office of Filings, Information, and Consumer Services of the U.S. Securities and Exchange Commission, 450 Fifth Street, NW., Washington, DC 20549, (202) 272-7440.

Privacy Policy

Pursuant to Title V of the Gramm-Leach-Bliley Act and United States Securities and Exchange Commission ("SEC") Regulation S-P (17 CFR 248.1-248.30), this document sets forth the Privacy Policy of ViewTrade Securities, Inc., (VTS) concerning the privacy interests of individual consumers and customer's (described below and hereinafter referred to as "customers") of financial services. VTS is a securities Broker Dealer registered with the SEC. Among its other securities related memberships and associations, VTS is a member of the National Association of Security Dealers, Inc. (NASD).

VTS's principal business is to act as a fully disclosed securities Broker Dealer (BD) in accordance with all laws, rules and regulations applicable to a securities BD and the business conducted by a securities BD. As a BD VTS's principal business is to facilitate execution of orders received both on a solicited and unsolicited basis for both its institutional and non-institutional clients. VTS has a clearing agreement with Penson Financial Services, Incorporated, who provides certain limited and defined "back office" securities clearing, custodial and processing services.

In its capacity as a securities BD, VTS receives and/or comes into contact with certain nonpublic personal information concerning its current and/or former customers, including but not limited to certain non public personal information related to the securities account(s) that said customers open and/or maintain with VTS. Any and all such nonpublic personal information related to such customers and/or such customers' securities account(s) is hereinafter referred to as "nonpublic personal information". VTS receives and/or comes into contact with the nonpublic personal information only for purposes of conducting its business as described above. For convenience herein, "you" or "your" refers to any and all customer(s) described above.

NO SALE OF YOUR NONPUBLIC PERSONAL INFORMATION. VTS DOES NOT SELL YOUR NONPUBLIC PERSONAL INFORMATION. NONPUBLIC PERSONAL INFORMATION COLLECTED.

In conducting its business as described above, VTS collects (or may collect), for example, the following types of nonpublic personal information:

A. Information about you: (1) information you provide in connection with securities account, margin loan, debit card or any other financial product or service, whether in writing, in person, by telephone, electronically or by any other means, such as your name, address, social security number, tax ID number, assets, income, investment objectives, financial situation and debt; and (2) information VTS obtains (or may obtain) for the purpose of tax reporting to you and to various agencies to which VTS reports as required by law, including disclosures on various Internal Revenue Service (IRS) forms that VTS and/or its clearing firm collects for tax

reporting purposes.

Information about your securities and/or other transactions: (1) information VTS collects and relates to account balance, payment history, trading activity and any other transactions concerning which VTS provides brokerage services; (2) information VTS collects as part of servicing your account(s), as a BD; and (3) information VTS may collect through an internet "cookie" (an information collecting device from a web server).

A. Information about your transactions with nonaffiliated third parties: (1) information from nonaffiliated third parties pursuant to law, rules, regulations, standard securities industry practice and/or legal process, including information and/or documents received, shared, produced or provided in connection with a subpoena, discovery request or other legal process compelling production; and (2) information from non affiliated third parties related to servicing your account for purposes of providing securities BD services.

B. Information from a consumer reporting agency: (1) information from a consumer reporting agency regarding your creditworthiness or credit history or other information with regards to margin lending or other financial transactions; (2) information about the fact that you are a customer of VTS; and (3) information from other outside sources regarding their employment of, credit to or other relationship with you, or verifying representations made by you, such as your employment history, loan or credit card balances.

NONPUBLIC PERSONAL INFORMATION DISCLOSED TO AFFILIATES AND NONAFFILIATED THIRD PARTIES.

VTS discloses to its affiliates and nonaffiliated third parties nonpublic personal information only in connection with VTS providing securities BD services. Such disclosures include, among other things, information related to transactions, settlement, billing and payment. Such disclosures may be provided to affiliates and nonaffiliated third parties: (i) as required or necessary to carry out fully and properly the securities business of VTS (such as, for example, disclosures to affiliated and nonaffiliated third party service providers supplying to VTS computer related, document processing and delivery, and data maintenance or processing services, and disclosures to nonaffiliated third parties such as clearing agencies and entities); (ii) as required by law or legal process; or (iii) with your consent.

FORMER CUSTOMERS

VTS will disclose nonpublic personal information about the former customers of VTS only as permitted and/or required by law or legal process, or with your consent.

CONFIDENTIALITY AND SECURITY OF NONPUBLIC PERSONAL INFORMATION

VTS is committed to implementing and maintaining commercially reasonable and appropriate measures to maintain your nonpublic personal information in a secure and confidential fashion. VTS's information and security procedures include. But are not limited to the following features;

- Access controls on customer information systems, including controls to authenticate and permit access only to authorized individuals and controls to prevent VTS employees from providing nonpublic information to unauthorized individuals who may seek to obtain this information through fraudulent means.
- Physical access restrictions at locations containing nonpublic personal information
- Stringent pre-employment screening, including fingerprinting, and segregation of duties for VTS employees with responsibilities for or access to nonpublic information.

VTS regularly reviews, revises and updates its information security program to account for changes in technology.

VTS reserves the right to change this Privacy Policy at anytime.

Display Advertising

The Google Analytics features we have implemented are based on Displayed Advertising (e.g., Remarketing)

Visitors can opt-out of Google Analytics for Display Advertising and customize Google Display Network by using the [Ads Preference Manager](#).