

## Risk Disclosure Statement

**Trading in margined foreign exchange involves a high degree of risk including the risk of loss of the Customer's entire Risk Capital deposited with SFX. Losses, in some cases (When Customer NOT have Stop Order), have the potential to extend beyond the Customers Account Value.**

In consideration of **SFX** agreeing to enter into Foreign Exchange Contracts with its Customer(s) for this Account, **SFX** requires all the undersigned Customers to analyze their financial objectives, financial status, investment constraints and tax situation to determine whether OTC Foreign Exchange trading is suitable. In addition, we require our Customers to read and acknowledge by signing the **SFX** Risk Disclosure Statement that outlines without limitation the risks associated with trading margined foreign exchange. By signing this document, the Customer understands and agrees that:

**OTC Margined Foreign Exchange Trading Involves a High Amount of Risk and is Highly Speculative.** By signing the Risk Disclosure Statement, the Customer(s) agrees that they are in full understanding and willing to assume the legal, economic, and other risks associated with the trading in margined OTC Foreign Exchange, and are willing and able to assume the loss of their entire **Risk Capital**, defined as those funds, that if lost, would not change your lifestyle or your family's lifestyle. As such, they further agree that margined OTC Foreign Exchange trading is not suitable for Retirement Funds. **SFX** encourages Customers to closely manage outstanding open positions and to use prudent money management precautions such as, but not limited to, Stop Loss Orders.

**Leverage.** By signing the Risk Disclosure Statement, the Customer(s) agree that using a high degree of leverage, defined as the use of a small amount of capital to control a larger amount of an Open Position, can result in large profit/losses due to a price change(s) of open Foreign Currency Contract(s). **SFX** encourages its Customers to use only that portion of leverage that the Customer is most comfortable with and to use money management precautions such as, but not limited to, Stop Loss Orders for the purpose of limiting risk. **SFX** reserves, at its sole discretion, the right to reduce or increase the amount of leverage given on any Currency Pair at any time.

**Liquidate Positions.** Because of the leverage available with OTC Margined Foreign Exchange Trading and the potential for extreme volatility, **SFX** reserves the sole discretionary right to liquidate Customer's Account(s) should the Margin in the Account not be sufficient to cover the potential risk of loss.

**Prices.** By signing the **SFX** Risk Disclosure Statement, the customers acknowledge that the prices reported by **SFX** for buying and selling currency pairs are independent and can differ from the prices displayed elsewhere or from other liquidity providers in the **interbank market**. **SFX** expects that in most cases the prices provided to its Customers will be in line with the general interbank market but does not warrant or imply that this will always be the case.

**Guarantee of Profit.** By signing the **SFX** Risk Disclosure Statement, the Customer acknowledges that neither **SFX** nor any of its representatives, nor any guarantees to the Customer that they will profit from trading or investing in OTC Margined Foreign Exchange. Customer further acknowledges that they could sustain the loss of their entire **Risk Capital** deposited in their Account and are financially able to withstand any losses incurred.

**Technology Risk.** **SFX** cannot control, without limitation, the routing, Internet connectivity, reliability of customer or **SFX** equipment, network connections or any other technology hardware malfunction caused by **SFX** hardware, hardware and connectivity that makes up the public Internet, or hardware at the Customers location.

**Communication Risk.** Although **SFX** will have qualified representatives available on the telephone to accept and execute Customer **Market Orders**, there exists the risk that the Customer will not be able to contact or make contact with the **SFX** representative due to but not limited to, communication malfunction, an overabundance of telephone orders, or any other malfunction or negligence. The Customer acknowledges and agrees that they will hold harmless **SFX** for any loss or missed trading opportunity resulting from any communication problems the Customer may encounter.

**Third Party Account Managers.** Should a Customer grant a Third Party Account Manager trading discretionary trading authority or control over a Customers Account, the Customer acknowledges that **SFX** does not take any responsibility for any action done by that Third Party on the Customer's behalf. The Customer grants Third Party trading authority for the Customers Account at its sole, and full risk.

**Misquoting Errors.** In the case when a quoting error occurs that results in a Customer deal done at an **off-market price**, **SFX** reserves the sole discretionary right to make the necessary corrections and adjustments to the Customer's Account whether it be in the favor of the Customer or not in the

Customer's favor. Any change will be reported to the Customer either verbally or via an electronic method such as but not limited to email.

**Market Recommendations.** Any decision by the Customer to buy or sell a Foreign Currency pair is an independent decision by the Customer. Market recommendations made by **SFX** or a representative of **SFX** do not constitute an offer to sell or buy any Foreign Currency pair from **SFX** or from any other source that may provide dealing prices to the Customer.

***The present short advice cannot open all possible kinds of risk connected with participation at international financial market. Therefore PRINCIPAL should carefully study all aspects of work at international financial market before begin it.***

**SIGNATURE PAGE (Return this completed page to Agent)**

<b>Primary Account Holders Signature:</b>	
Print Name:	
<b>Co-owner/Joint Account Holders Signature:</b>	
Print Name:	
<b>Co-owner/Joint Account Holders Signature:</b>	
Print Name:	
<b>Co-owner/Joint Account Holders Signature:</b>	
Print Name:	
<b>Co-owner/Joint Account Holders Signature:</b>	
Print Name:	

**Date (MM/DD/YY):**

Accepted and agreed by Samant Inc.

<b>Officers Signature:</b>	
Print Officers Name and Title	

**Date (MM/DD/YY):**