

Additional Risk Disclosure Information For New Accounts



MF Global Inc. (“MF Global”) is your clearing broker and employs your individual broker for execution, clearing, and margining of your trades.

MF Global is providing this Additional Risk Disclosure Information for New Accounts to you because you have informed us that you have received or are currently receiving information and/or advice relating to futures and options trading through publications and other sources prepared by outside persons, such as books, newsletters, fax services, Internet websites, telephone hotlines, television or radio commercials and infomercials, print advertisements and other promotional materials, audio tapes, videotapes, DVDs, CD-ROMs and computer software. Some of these outside persons may have suggested or even recommended MF Global or one of its individual brokers to execute trades based on trading systems, programs, methods or recommendations that they have developed or promote. You should understand that these outside persons are not permitted to solicit or accept accounts or orders, and they may not act or indeed say anything on behalf of MF Global.

Therefore it is very important that you read and understand the following Additional Disclosure Information for New Accounts, which is in addition to all other risk disclosure information MF Global has provided to you, and does not replace that other information:

1. MF Global does not and cannot endorse or vouch for the accuracy, completeness or validity of any of the trading information or advice you may have received or may receive in the future from any person who is not employed by MF Global regarding commodity futures or options trading or the risk involved in such trading, or in connection with any trading systems, programs, methods or recommendations. In all such matters, you should rely only on this risk disclosure and other written information provided to you by MF Global. You should not rely on any information to the contrary from any other source. MF Global is not responsible for any loss to you resulting from information and advice regarding trading that you may have received from any other individual or firm.
2. Outside persons who provide trading information or advice may not be registered with the Commodity Futures Trading Commission (“CFTC”) and therefore they and their information and advice may not be subject to CFTC regulations. Such regulations strictly regulate how past trading performance may be presented to the public and are intended to ensure that such presentations are complete, accurate and not misleading.
3. Outside persons who provide trading information or advice may make misrepresentations or omit to state material facts concerning trading or the risks of trading. Such persons may emphasize the profits that can be made in trading without warning of the significant risks of trading. You understand that MF Global is not responsible for statements made in any advertising or promotional material relating to trading that is prepared or provided to you by any outside person. MF Global has not reviewed or evaluated such advertising or promotional material and statements contained therein may be false or misleading.
4. No safe trading systems, programs, methods or recommendations have ever been devised. No one can guarantee profits or eliminate the risk of loss on futures or options trading. No one can guarantee to limit the extent of losses on futures or short options trading. Futures and options trading is and will always be very risky. Many people lose money trading and such losses can exceed the amount you have invested with us. Because of the leverage involved in futures and options trading, losses can occur quite rapidly. Therefore, you should only commit genuine risk capital, i.e., money



you can afford to lose, to futures and options trading. You should also understand that commissions and brokerage fees MF Global charges you per contract for each transaction may be significant, especially if you trade actively.

- 5. Customers who receive trading information or advice in connection with trading the same systems, programs, methods or recommendations may enter similar orders at about the same time. If you give an order for a trade when the market is closed and MF Global receives similar orders from other customers, or similarly when a number of customers give MF Global similar orders for execution at, or when the market reaches, a specific price and the market is not close to that price when the orders are received, MF Global may, in its sole discretion and for administrative convenience, group together and submit a number of such similar orders to the exchange floor on the same order form. Also, if more than one customer grants discretion to an MF Global employee to enter orders in accordance with the same trading system, program, methods or recommendations, MF Global may also submit the orders for such customers together to the exchange floor on the same order form. If the order form which contains orders for more than one customer is executed partly at one price and partly at one or more other prices, the executed trades will be allocated to you and the other customers by assigning the lowest prices to the customers with the lowest account numbers. (For a purchase the lowest price is the best price, and for a sale the lowest price is the worst price.) On any trade, this allocation method could result in you receiving a better price, a worse price or the same price as you would have received if your order had been submitted separately. If such an order is only partly executed (i.e., a partial fill), the executed trades will be allocated to the customers with the lowest account numbers for purchases, and the highest account numbers for sales.

- 6. Under certain market conditions, a floor broker with whom MF Global wishes to place orders will only accept orders on a “Not Held” basis, i.e., on the basis that the floor broker does not accept responsibility for making an adjustment for a customer if the execution price obtained by the floor broker is worse than other execution prices occurring in the market during the time the floor broker held the order and the order was executable. You understand that MF Global may place your order with floor brokers on a “Not Held” basis under these circumstances, and understand that the execution price you receive may be worse than other execution prices that are obtained by other traders and customers during the same period. You understand this risk and understand that MF Global is not responsible for any resulting loss or unfavorable execution.

By my signature below I acknowledge that I have read, fully understand and consent to the foregoing Additional Risk Disclosure Information for New Accounts.

Date: _____

Customer Signature (If this is a joint account, all persons must sign):

