NWT Financial Group

Member NASD/SIPC
275 1st Place N.W. Issaquah. WA 98027 (p) 425.295.0400 (f) 425.295.0401

RISK DISCLOSURE STATEMENT
AND TRADING ADKNOWLEDGEMENT

In this agreement, “I”, “me”, ”my”, “you” and “trader” refer to the individuals, corporations or parties who are the account holders, have an interest in the account(s) and sign this Agreement. The “firm” refers to NWT Financial Group, its employees, representatives, officers, directors, agents, successors and assigns.

I. DAY TRADING

DAY TRADING is 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 for current income 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 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 system 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 cost $15 and an average of 24 transactions are conducted per day; an investor/trader would need to generate a daily profit of $ 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.

There may be potential registration requirements. Person providing in investment advice for others or managing the securities accounts for others may need to register as either an “Investment Advisor” under the Investment Advisor Act of 1940 or a “Broker” or “ Dealer” under the Securities Exchange Act of 1934. Such activated may also trigger state registration requirements.

Day trading is not investment, it is speculative. As with any form of speculation, there are risks. Day trading is considered a high-risk investment. Only risk capital should be used, and rigid observation of a system for loss control is strongly recommended.

Common stock and stock options are not suitable for every investor. Investing in stocks and options can be very risky and can involve substantial loss of principal.

Professional traders, funds, specialists, and market makers are also trading securities on a short-term basis. This will cause bid and offer sizes to change, and other changes in the pricing information. These changes may lead a trader to believe that certain transactions will be profitable, when in fact, these conditions may quickly disappear, leaving the trader in an unprofitable position.

Continuing to hold positions intended for short-term speculation, after the end of the trading day, introduces a new level of risk. Securities suitable for day trading are very volatile, and can open for trading the next day at prices very different from where they closed the previous day, with no intervening opportunity to exit the trade. Various regulatory bodies can halt trading in a security for various reasons. These securities can reopen at very different prices, with not intermediate opportunity to exit the trade.

If you have completed a trading authorization and designated someone other than yourself to trade your capital, you should be aware this opens up new risks. The trader will have discretion to trade any securities he/she deems appropriate. The trader will have no legal responsibility to report any trades or executions to you. You may not be able to monitor your capital at all times on a real time basis.

One of the following must be checked:

___________ I do intend to day-trade in this account.

___________ I do not intend to day-trade in this account.

If you answered "Yes" to the question above, please disclose the number of years you have been trading and your tax bracket.

I have been trading for ________ years

My tax bracket for most recent taxable year was _______%

II. INVESTMENT OBJECTIVES:

I have read and understand the various investment objectives that I may have for my account as listed below in this section. I will choose the most appropriate investment objectives for my account. I have circled the appropriate investment objective below for my account with NWT Financial Group.

Long Term Growth: More interested in having the market value of the portfolio grow over the long term than in current income from portfolio. Prepared to accept additional risk to principal to achieve this growth.

Income: More interested in obtaining a steady stream of current income from the portfolio than in growth of the portfolio.

Speculation: Interested in taking above-average risks to principal in an attempt to achieve above-average returns.

Short Term Growth: Take advantage of short-term trading opportunities, which may involve establishing and the liquidating positions quickly.

Tax Sheltered Income: Interested in obtaining income derived from the legal avoidance or reduction of tax liabilities.

III. MARGIN

Before trading stocks in a margin account, you should carefully review the margin agreement provided by the firm. Consult with a representative at the firm regarding any questions or concerns you may have with your margin accounts.

When you purchase securities, you may pay for the securities in full or you may borrow part of the purchase price from your brokerage firm. If you choose to borrow funds from your firm, you will open margin account with the firm. The securities purchased are the firm's collateral for the loan to you. If the securities in your account decline in value, so does the value of the collateral supporting your loan, and, as a result, the firm can take action, such as issue a margin call and/or sell securities in your account, In order to maintain the required equity in the account.

It is important that you fully understand the risk involved in trading securities on margin. These risks included the following:

You can lose more funds than you deposit in the margin account. A decline in the value of the securities that are purchased on margin may require you to provide additional funds to the firm that has made the loan to avoid the forced sale of those securities or other securities in your account.

The firm can force the sale of securities in your account. If the equity in your account falls below the maintenance margin requirements under the law, or the firm's higher "house" requirements, the firm can sell the securities in your account to cover the margin deficiency. You also will be responsible for any shortfall in the account after such a sale.

The firm can sell your securities without contacting you. Some investors mistakenly believe that a firm must contact them for a margin call to be valid, and that the firm cannot liquidate securities in their accounts to meet the call unless the firm has contacted them first. This is not the case. Most firms will attempt to notify their margin customers of margin calls, but they are not required to do so. However, even if a firm contacted a customer and provided a specific date by which the customer can meet a margin call, the firm can still take necessary steps to protect its financial interest, including the immediately sale of securities without notice to the customer.

You are not entitled to choose which security in your margin account is liquidated or sold to meet a margin call. Because the securities are collateral for the margin loan, the firm has the right to decide which securities to sell in order to protect its interest.

The firm can increase its "house" maintenance margin requirements at any time and is not required to provide you with advance written notice. These changes in firm policy often take effect immediately and may result in the issuance of a maintenance margin call. Your failure to satisfy the call may cause the member to liquidate or sell securities in your account.

You are not entitled to an extension of time on a margin call. While an extension of time to meet margin requirements may be available to customers under certain conditions, a customer does not have a right to the extension.

Any extension of credit will be charged interest. The interest rate charged will be at a varying rate to be determined by the clearing firm based on a predetermined formula.

One of the following must be checked:

___________ I fully understand the risk involved in trading securities on margin.

___________ I do not understand the risk involved in trading securities on margin.

IV. RESEARCH

The firm does proprietary research. This research is primarily intended for institutional users only. However, the firm may offer third-party research. If any third-party research ("research") is offered through the firm, they are provided for informational purposes only and are not offers, recommendations or endorsements by the firm for the purchase or sale of any securities or investment strategies that are mentioned. Such researches are generally based on a combination of opinion and judgment, the sufficiency, accuracy or validity of which cannot be ensured, and they do not provide any personalized information. Moreover, they do not consider your investment objectives, financial situation or particular needs. Consequently, you must make your own evaluation to determine whether any securities referred to in such research.

The firm is not agreeing to nor required to update the research. Therefore, that information may not reflect events that occurred after issuance.

The firm, or its affiliates (including its principal) may at any time have established positions and be long or short any securities or financial instruments mentioned in such research.

Past performance of any security is not indicative of future investment performance.

News outlets can release very damaging or helpful news concerning a security, which can cause very sudden, drastic price moves, with very limited opportunities to exit the trade. The firm does not make any recommendations. Your decisions to make trades are your own responsibility. The firm does not represent any trading opportunities as superior to any others, which may or may not arise.

V. INFORMATION AVAILABLE IN THE FIRM"S WEBSITE AND ALL OTHER INFORMATION

All information made available on the firm's website and all other securities trading information ("Other Information") are provided for informational purposes only and are not an offers, recommendations or endorsements by the firm for the purchase or sale of any securities or investment strategies that are mentioned. They do not take into consideration, your investment objectives, financial situation or particular needs. Consequently, you must make your own evaluation to determine whether any securities referred to in the firm's website are suitable for you.

Neither the information nor any opinion expressed in the firm's website constitutes an offer by the firm to buy or sell any securities or financial instruments or provide any investment advice or service.

The firm's website and the information contained therein are provided for your use, conditioned on your acceptance without modification of the terms, conditions and notices contained herein. Your use of the website constitutes your agreement to all such terms, conditions and notices. The firm may at any time change or modify the terms and conditions applicable to your use of the firm's website, or any aspect or feature of the website itself.

Materials provided on or through the firm's website are for general information only, and do not constitute investment advice. Under no circumstances does the firm, its employees render advice or recommendations concerning the nature of the potential value or suitability of any security, transaction or investment strategy. The firm suggests that you consult with your tax advisor with respect to your individual situation.

The firm's website is for your own personal and non-commercial use. You may not modify, copy, distribute, transmit, display, perform, reproduce, publish, license, create derivative works from, transfer, or sell any information, products or services obtained from the website.

Stock quote and financial market information provided on this website has been independently obtained through sources believed to be reliable. However, such information may include inaccuracies, error or omissions. Neither the firm, its affiliates, information providers and/or content providers shall have any liability to you or any third-party for accuracy, completeness, timeliness or correct sequencing of information available on the firm's website, or for any decision made or action taken by you in reliance upon such information, or for the delay or interruption of such information.

The firm's website and its affiliates make no warranties with respect to the accuracy, timeliness or suitability of the content of the other services or sites to which the screens of the firm's website links. By providing access to the websites, neither the firm nor its affiliates are endorsing or recommending the site; services or products offered or described thereon; the accuracy, completeness, suitability or any other characteristic of the content of the site; the organization sponsoring the site; nor the purchase or sale of securities issued by such sponsor.

The firm, its affiliates, information providers and content providers shall have no liability for investment decisions or other actions taken or made by you based on the information provided on the firm's website. The stock price, financial market information and other information available on this website is provided on an "as is" basis without warranties of any kind, either expressed or implied, including (but not limited to) warranties of merchantability or fitness for a particular purpose, title or non-infringement. In no event will the firm, its affiliates, information providers or content providers be liable to you or any third-party for any direct, indirect, consequential, incidental, punitive or special damages (including but not limited to lost profits) arising out of or in any way connected with the use of this website, or with the delay or inability to use the firm's website, or for any information, products or services obtained through the firm's website, whether based in contract, tort, liability, or otherwise, even if the firm, its affiliates, information providers and/or content providers has been advised of the possibilities of damages. Some states do not allow certain limitations on implied warranties, or the exclusion or limitation of incidental, consequential or other damages, so that these disclaimers and limitations may not apply to you.

VI. NOTICE OF INSIDER TRADING

You understand that if you should acquire material non-public corporate, or market information, whose dissemination would reasonably be expected to impact the value of related securities, it would be violation of Exchange Rules and Federal Securities Laws, for you to capitalize on that information by trading in those related securities while such information remains material and non-public.

** Materiality* For the purpose of securities fraud, information is material if there is substantial likelihood that, under all the circumstances, that information would be assumed actual significance in the deliberations of the reasonable shareholder. Omitted information is material if there is a substantial likelihood that the disclosures of the omitted fact have been viewed by the reasonable investor to have significantly altered that total mix of information made available.

VII. TRADER ACKNOWLEDGEMENT

The undersigned hereby acknowledges and certifies as follows:
I have sufficient trading, investing, and/or business experience to appreciate the risks associated with intra day trading of securities at good faith margin levels, and that those risks have been explained to me. I am capable of sustaining the possible losses that may incur in my account.

I understand and acknowledge that each trading day I will be required to confirm my previous day's trading activity from the computerized trade record, and report any discrepancies or possible difficulties prior to 9.15. AM eastern time. In case of a discrepancy, I shall immediately notify the firm so that action can be taken to rectify the situation as quickly as possible.

I understand that even though the commissions charged by the firm are substantially discounted from that of traditional investing, I will incur commission costs on each trade. Costs are significantly higher in total due to volume, than is the case with a traditional investment strategy.

I understand that day trading requires knowledge of securities markets.

I understand that volatile market conditions may effect the execution of trades. Delays in execution and execution at prices significantly away from the market price quoted at the time of an order may be experiences ad a result of high volume of trading taking place at market opening or intra day. System response may vary and be adversely affected by market conditions, system performance and other factors.

I intend to use this account for active equity trading. I understand that my trades will be executed using the best method deemed appropriate, through the NASD's Small Order Execution System (SOES) and the Electronic Communication Networks (ECNs) as per my direction.

I will directly enter my orders for my account using the order execution system available. I am a speculation trader, and I am familiar with all equity markets. I want to make all my own trading decisions, and although there will be registered representatives available to answer my questions, I represent that I solely am responsible in full for the selection and decision to purchase and sell securities through my account.

I understand that all trades entered on my order execution screen are my responsibility. I shall not give out my system passwords to anyone else, and all trades entered on my terminal are unsolicited and I will make sure that I am the only individual who places trades on my system.

I understand that any market and/or stock information provided by the firm or through the firm's website are intended for informational purposes only, and do not contain or imply a warranty whatsoever, and do not in any way constitute offers to buy or sell securities. It is completely at my discretion whether or not to use any of the information provided to me.

I understand that the firm is not responsible for transactions canceled or modified by any regulatory authority where such cancellation of modification is beyond the control of the firm or arises from an equipment or telecommunication failure.

No one in NWT Financial Group has represented that I am guaranteed to be profitable in trading. I recognize that it will depend on my own skill and the movements of the marketplace. I further acknowledge that it is possible to lose all my money through poor investment decisions.

I have reviewed and understand the assessed commission rates to my account, including pass through charges.

I understand that there are no rebates, and no one has promised me lower commission charges. If I do not accept this commission, I have been informed that my only recourse is to close my account and discontinue my relationship with the firm.

I understand that entering an order does not guarantee that it will be executed. I will not hold the firm responsible for any missed opportunity.

I know that the NASD has the right to break any unexecuted trade on the grounds that it was, in their opinion, clearly erroneous. If the NASD does break any of my trades, they will be removed from my account as if they had never occurred.

I recognize that with technology there are substantial risks of computer crashes, delays, power failures and other calamities. I recognize and state formally that NWT Financial Group is not responsible for any problems, technological or otherwise that might prevent me from entering orders.

I recognize this statement to be the full report of all information and that no verbal statements or other documents can notify this information.

I have read the Web Site Agreement and Notices and agree to be bound by its terms.

I agree to keep my user ID and password confidential and when I leave an access center/location it is my responsibility to completely log off my computer. Any trades done on my user ID are considered my own.

I understand that the firm has granted me permission to access SelectNet and SOES and may be subject to potential prosecution under the federal securities laws for illegal activity conducted and that the NASD will monitor all such trading activity. If improper activity is detected, my link will be terminated.

VIII. CAPACITY AND TRADING LIMITS

The firm assumes no responsibility for the trader's use of trading capital, machinery, hardware, and software in connection to my trading activity. Accordingly, as a trader, I recognize that I assume the risks associated with the use of the system.

I agree that the firm will not be liable for any loss, damage, cost or expense, which may arise or be in anyway related to the use of the system. System usage, including all associated software, documentation and equipment are provided. The firm makes no representations of any kind, expressed or implied, with respect to the system meeting my requirements, be error-free, or operate without interruption.

Disruptions in the electronic trading systems or lines utilized by the firm, NASDAQ or the NYSE could disrupt trading and the liquidity and the availability of timely executions could diminish substantially. If this occurs during periods of volatility, substantial losses could be incurred. The firm will not be liable for any losses that occur due to computer, line, or system failure.

System response and account access may vary and be adversely affected by market conditions, system performance and other factors. Market volatility and volume may delay system access and trade execution. The speed of execution depends on the particular stock or potion, the liquidity and the volatility of the issue and/or the overall market.

High volumes of trading at market opening and at various points during the day may cause delays in executions and/or executions at prices significantly away from the market price quoted or displayed at the time the order was entered. Delays may be due to internet overload, system capacity limitations, or other factors beyond our control.

One of the following must be checked:

___________ I fully understand and agree with the provisions listed under sections enumerated "IV" through "VIII"

___________ I do not understand and agree with the provisions listed under sections enumerated "IV" through "VIII"

IX. PRIVACY POLICY

The firm has always worked hard to maintain the highest standards of confidentiality and privacy to protect our clients' personal information. We recognize and respect your expectations of privacy, whether you are a visitor to our website, a potential client, a current client or even a former client. In order to ensure that you are informed of the firm's handling of your personal information, we are providing the firm's privacy policy below. Please carefully review the statements below, and acknowledge that you have read and understand the firm's policy.

Collection of Information
We may collect non-public personal information about you from the following sources:

- Account applications and other forms, which may include your name, address and social security number, written and electronic correspondence and telephone contacts
- Account history, including information about the transactions and balances in your accounts with our affiliates or us
- Additional information from consumer reporting agencies

Background Searches Pursuant to the Patriot Act
In addition, the firm as well as our clearing firm shall conduct a background search on each individual as part their customer identification verification procedures in compliance with the U.S. Patriot Act (the "Act"). Access to any information obtained from such searches shall be kept private and confidential excepts as required to be disclosed to relevant government authorities under the Act.

Disclosure of Information
We do not sell your personal information to third parties for their independent use. However, we may share the information we collect stated above with our affiliates or non-affiliated companies outside of our organization that perform various services for the firm which may include marketing services. These companies are not permitted to use your information for any purposes beyond its intended use. In addition, we may disclose this information as otherwise permitted or required by law.

Confidentiality and Security of Information
We limit access to your financial and/or personal information to our employees who need to know such information to provide products or services that we offer and to better service our customers. Furthermore, we maintain physical, electronic and procedural safeguards that comply with federal standards to guard your non-public personal information.

If out relationship with a customer should end, your personal information will remain covered by the firm's Privacy Policy stated herein.

One of the following must be checked:

___________ I have read and fully understand the firm's Privacy Policy as stated in section "IX".

___________ I have not read and fully understand the firm's Privacy Policy as stated in section "IX".

X. ARBITRATION IS FINAL AND BINDING ON THE PARTIES

The Parties are waiving their right to seek remedies in court, including the right to jury trial.

Pre-arbitration discovery is generally more limited than and different from court proceedings.

The arbitrators' award is not required to include factual findings or legal reasoning and any party's right to appeal or to seek modification of rulings by the arbitrators is strictly limited.

The Panel of arbitrators will typically include a minority of arbitrators who were or are affiliated with the securities industry.

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) (i) the class certification is denied; or
(ii) (ii) the decertified; or

(iii) (iii) the customer is excluded from the class by the court. Such forbearance to enforce an agreement to
(iv) arbitrate shall not constitute a waiver of any rights under this agreement except to the extent stated herein

XI. IMPORTANT INFORMATION

There is absolutely no short selling of an Initial Public Offering (IPO). It is the policy of our clearing firm that since an IPO is not a security that can be borrowed or purchased on margin, no short selling is permitted in an IPO for 30-business days. If you conduct a short sale trade of an IPO, the trade will be placed in the error account and be covered. If a loss occurs it will be charged to your account and on the second offense your account may be closed.

Minimum Equity Requirement. The minimum equity requirement for day trading is $25,000.00 or greater is 4× Maintenance Margin Excess (Equity-NYSE requirement). Your day trading buying power for equity less than $24,000.00 is 1× Maintenance Margin Excess (Equity-NYSE requirement) with no time sequence. When violation occurs in an account that has equity greater than $25,000.00, the day trading buying power is 2× Maintenance Margin Excess (Equity-NYSE requirement) with no time sequence until the call is met. Time sequence factors each buy and/or sell done during a trading day in the order that they are executed, adjusting the amount available to a trader from his/her buying power. Without time sequence, the true buying power will not be stated during a trading day as the buying power will be adjusted without regard to the order in which the trades were executed.

**NYSE requirement is 25% of the closing long market value plus 30% of the closing short market value.

If your account has no overnight position, then the overnight buying power is equity multiplied by two.

A day trade occurs whenever the same security is bought and sold on the same day, regardless of any position held overnight.

The first transaction of the day is considered an opening transaction and will not increase your intra-day buying power even if is to close out a previously held position. Your buying power is calculated on the equity in the account from the close of business the previous day.

Day Trading Calls. When a customer has five business days to deposit funds to meet the day trading margin call. In addition, the account is restricted to day trading buying power of two times maintenance margin excess, based on the customer's daily total trading, until the day trading margin call is met. If the day trading margin call is met by the fifth business day, the account is further restricted to trading on a cash basis for 90 days or until the call is met.

XII. ORIGIN OF FUNDS

Please circle one or more of the following best describing the origin of funds being deposited into your account:

SAVINGS

ALIMONY

WAGES FROM EMPLOYMENT

INHERITANCE

INVESTMENT INCOME

SETTLEMENT FROM LITIGATION

SALE OF REAL PROPERTY

SALE OF BUSINESS

NWT Financial Group

Member NASD/SIPC

275 1st Place N.W. Issaquah. WA 98027 (p) 425.295.0400 (f) 425.295.0401

RETIREMENT BENEFITS

OTHER (If other, please provide a description of the source of funds)

Description:

____

If Individual Account or signing on behalf of a corporate entity, please sign below:

Date of Birth:____

Signature:____

Printed Name:____

If Joint Account, please have joint account holder sign below:

Date:____________________

Date of Birth:____

Signature:____

Printed Name:____

THIS AGREEMENT CONTAINS A PRE-DISPUTE ARBITRATION CLAUSE ON SECTION X OF THIS PAGE.

By signing this agreement the customer acknowledges that the customer has received a copy of this agreement.

Amount of Risk Capital:______________________ Signature:____