

Important Notice: Explanation of Risks Associated With Exchange-Traded Derivative Products

According to the requirements of the Code of Conduct for Persons Licensed by or Registered with the Securities and Futures Commission, a client who wishes to purchase a derivative product which is traded on an exchange should have knowledge of the nature and risks of derivatives.

In order to make sure that you have such knowledge before we accept your purchase orders of an exchange-traded derivative product, you have to satisfy us that you have fulfilled the conditions listed in the attached “Assess a Client’s Knowledge of Derivatives Form” (the “Form”) or fully understood the nature and risks associated with such product or such type of product. Otherwise, your above orders may not be accepted by us (save that your existing holding of derivative products may still be sold). You can find the relevant risk disclosures of derivative products by visiting “Investor Education” → “Risk Disclosure” → “Explanation of Risks Associated With Exchange-Traded Derivative Products” at KGI website www.kgiworld.com.

Please fill in and duly sign on the attached Form, return it to us by one of the following methods:

- a) Fax to Operations Department at (852)2878-4932
- b) Email to ops.service@kgi.com
- c) Mail to Operations – Client Document and Data Management, KGI Asia Limited, 41/F Central Plaza, 18 Harbour Road, Wanchai, Hong Kong

Should you have any queries, please do not hesitate to contact our Customer Service Officers at (852) 2878-5555 or your Investment Representative.

Yours faithfully,
KGI Asia Limited
KGI Futures (Hong Kong) Limited

“Assess a Client’s Knowledge of Derivatives” Form

To: KGI Asia Limited

KGI Futures (Hong Kong) Limited

Instructions

- A. Please complete this form and return it to us by one of the following methods:
- Fax to Operations Department at (852)2878-4932
 - Email to ops.service@kgi.com
 - Mail to Operations – Client Document and Data Management, KGI Asia Limited, 41/F Central Plaza, 18 Harbour Road, Wanchai, Hong Kong
- B. If you indicate that you do not have relevant knowledge of the nature and risks of derivatives in the answer below, please refer to and fill in separate “Acknowledgement of Explanation of Risks Associated with Exchange-Traded Derivative Products”

Criteria for Assessing a Client’s Knowledge of Derivatives

Do you have relevant knowledge of the nature and risks of derivatives?

- Yes (continue to Criteria 1 and/or 2 below) No (Please refer to and fill in separate “Acknowledgement of Explanation of Risks Associated with Exchange-Traded Derivative Products”)

Criteria:

1. I/We have executed five or more transactions in derivative products (whether traded on an exchange or not), e.g. Derivative Warrants, Callable Bull/Bear Contracts, Stock Options, Futures, Commodities, Structured Products and ETFs, etc. (within the past three years)

Relevant Financial institution(s): _____

Product type: _____

Trading Period: _____ (mm/yyyy) to _____ (mm/yyyy)

2. I/We have current or previous work experience related to derivative products*.

(* For corporate client, please provide the name(s) and information relevant to the ultimate person(s) who control(s) the account or make(s) investment decision)

Position: _____ No. of years of experience: _____

Job duties: _____

Name of employer(s): _____

Name(s) of Ultimate Person (For corporate clients only): _____

Other information: _____

Client Declaration

I/We hereby declare that I/we have fulfilled the above-mentioned assessment criterion/criteria as indicated below and provided the relevant information.

- Criterion 1 Criterion 2

Authorized Signature :

(All account holders of joint account must sign jointly)



Signatory Name(s)	
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Account No:

Account Name:

Date:

For Office Use Only

Prepared by IR/CSO

Prepared by OPP

Checked by OPA