

# Option Trading Agreement

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## Account Type

|                    |                   |          |                          |                                    |
|--------------------|-------------------|----------|--------------------------|------------------------------------|
| Individual Account | Custodial Account | Roth IRA | Profit Sharing           | Money Purchase Pension Plan        |
| Joint Account      | Traditional IRA   | SEP IRA  | Employee Stock Option    | Corporate, Partnership, Investment |
| Trust Account      | Rollover IRA      | SIMPLE   | Estate/Fiduciary Account | Transfer on Death (TOD)            |

## Account Owner / Employment Information

|                                       |      |               |
|---------------------------------------|------|---------------|
| First Name                            | M.I. | Last Name     |
| Social Security or Taxpayer ID Number |      | Date of Birth |

Employed      Retired      Unemployed

|                    |                                                 |       |     |         |
|--------------------|-------------------------------------------------|-------|-----|---------|
| Current Occupation | Income Source <i>If retired or not employed</i> |       |     |         |
| Employer Name      |                                                 |       |     |         |
| Employer Address   | City                                            | State | Zip | Country |

## Additional Account Owner OR Authorized Individual / Employment Information

An Additional Account Owner can be a Joint, Custodial or Trustee Account Owner.

An Authorized Individual is a non-account owner that has the ability to make investment decisions or influence, directly or indirectly, any option related investment decisions in the Account.

Account Owner      Authorized Individual

|                                  |               |                               |                        |         |
|----------------------------------|---------------|-------------------------------|------------------------|---------|
| First Name                       | Last Name     |                               | Siebert Account Number |         |
| Social Security or Tax ID Number | Date of Birth | Relationship to Account Owner | Email Address          |         |
| Home Address                     | City          | State                         | Zip                    | Country |
| Home Phone                       | Work Phone    | Cell Phone                    |                        |         |

Employed      Retired      Unemployed

|                    |                                                 |       |     |         |
|--------------------|-------------------------------------------------|-------|-----|---------|
| Current Occupation | Income Source <i>If retired or not employed</i> |       |     |         |
| Employer Name      |                                                 |       |     |         |
| Employer Address   | City                                            | State | Zip | Country |

## Option Trading and Experience

| Account Owner:   |                 |                     | Additional Account Owner / Authorized Individual: |                 |                     |
|------------------|-----------------|---------------------|---------------------------------------------------|-----------------|---------------------|
| Years Experience | Trades per Year | Contract Size       | Years Experience                                  | Trades per Year | Contract Size       |
| 0 – 5yrs         | 0 – 25          | \$0 – \$15,000      | 0 – 5yrs                                          | 0 – 25          | \$0 – \$15,000      |
| 5 – 10yrs        | 26 – 50         | \$15,001 – \$30,000 | 5 – 10yrs                                         | 26 – 50         | \$15,001 – \$30,000 |
| 10 – 20yrs       | 51 – 100        | \$30,001 – \$50,000 | 10 – 20yrs                                        | 51 – 100        | \$30,001 – \$50,000 |
| 20+yrs           | 100+            | \$50,000+           | 20+yrs                                            | 100+            | \$50,000+           |

| Option Trading Plans - Check one level of Options Trading Plan                                                                                     |  | Trading Experience |          |           |
|----------------------------------------------------------------------------------------------------------------------------------------------------|--|--------------------|----------|-----------|
| Level 1: Covered writing of equity calls/puts and cash covered puts.                                                                               |  | None               | Moderate | Extensive |
| Level 2*: Purchases of calls and puts (equity, index.) Also includes Level 1.                                                                      |  | None               | Moderate | Extensive |
| Level 3*: Equity and index spreads. Also includes Level 1 and Level 2.                                                                             |  | None               | Moderate | Extensive |
| Level 4*: Uncovered put writing of equity options, uncovered put writing of straddles/ combinations. Also includes Levels 1, 2 and 3.              |  | None               | Moderate | Extensive |
| Level 5*: Uncovered call writing of index options, uncovered call writing of straddles, combinations on indexes. Also includes Levels 1 through 4. |  | None               | Moderate | Extensive |

\* Requires margin agreement on file

## Financial Profile \*This information is required to open an account and is confidential. (Please see the Customer Agreement for an explanation of Investment Objectives.)

| Annual Income – From all sources<br>(For Joint accounts, combine your income) |  | Estimated Net Worth<br>(Excluding primary residence) | Liquid Net Worth<br>(Including cash and securities) |
|-------------------------------------------------------------------------------|--|------------------------------------------------------|-----------------------------------------------------|
| \$0 – \$19,999                                                                |  | \$0 – \$49,999                                       | \$0 – \$24,999                                      |
| \$20,000 – \$49,999                                                           |  | \$50,000 – \$249,999                                 | \$25,000 – \$99,999                                 |
| \$50,000 – \$99,999                                                           |  | \$250,000 – \$999,999                                | \$100,000 – \$249,999                               |
| \$100,000+                                                                    |  | \$1,000,000+                                         | \$250,000+                                          |

  

| Marital Status: | Dependents: | Tax Bracket: | Investment Experience: | Investment Objectives (Please rank in order of importance 1-4) |
|-----------------|-------------|--------------|------------------------|----------------------------------------------------------------|
| Single          | 0           | 10% – 15%    | 0 – 5yrs               | ___ Principal Protection                                       |
| Married         | 1           | 16% – 27%    | 5 – 10yrs              | ___ Income                                                     |
| Divorced        | 2           | 28% – 33%    | 10 – 20yrs             | ___ Growth                                                     |
| Widowed         | 3+          | 33%+         | 20+yrs                 | ___ Speculation                                                |

## Trustee Powers

**IMPORTANT: FOR TRUST ACCOUNTS ONLY.** Indicate the page number(s) of the Trust Agreement where the option powers are granted to the Trustee(s) and check the following that apply to your Trust. This information is required in order to establish a Trust Account and takes the place of sending additional documentation or copies of your Trust. This information is required in order to establish a Trust Account and takes the place of sending additional documentation or copies of your Trust.

### Trust Type

Trust Account      Money Purchase Pension Plan (self Trustee)      Profit Sharing (self Trustee)      401k (self Trustee)

|         |                      |
|---------|----------------------|
| Pg.#(s) | Option Transactions- |
|---------|----------------------|

### The authority to engage in the following Option Transactions:

Selling covered calls      Buying puts and calls      Spreading puts and calls      Selling uncovered puts and calls  
(Note: This type of option transaction requires a full copy of the Trust Agreement for Siebert to Review)

## Option Agreement & Signature(s)

I hereby request that Muriel Siebert & Co., LLC. open an options trading account under the registration shown on my account application. I certify that the information I have supplied in the application is wholly true and accurate; I further agree to notify Muriel Siebert & Co., LLC. of any material change in my financial situation or investment objectives, before I place my next order. I UNDERSTAND THAT OPTIONS TRADING IS RISKY. I AM AWARE OF THE LOSSES THAT I MAY REALIZE IN TRADING OPTIONS, AND I HAVE DETERMINED THAT I CAN BEAR THESE LOSSES. I have received and read the Options Agreement, and the Muriel Siebert & Co., LLC. Customer Agreement. I agree to be bound by the terms of that Agreement as it exists and as it may be amended from time to time. If I have not received a copy of the Agreement, I will notify Muriel Siebert & Co., LLC. before I place an option order. I understand that upon approval of my application to trade options, Muriel Siebert & Co., LLC. will send me a copy of the Options Disclosure Document, entitled "Characteristics and Risks of Standardized Options". I agree to refrain from placing any option order until I have read this document.

### UNCOVERED OPTION WRITING- SPECIAL STATEMENT FOR WRITERS OF UNCOVERED OPTIONS:

There are special risks associated with uncovered option writing which expose the investor to potentially significant loss. This type of strategy may therefore not be suitable for all customers approved for option transactions.

- 1) The potential loss of uncovered call writing is unlimited. The writer of an uncovered call is in an extremely risky position and may incur large losses if the value of the underlying instrument increases above the exercise price.
- 2) As with writing uncovered calls, the risk of writing uncovered put options is substantial. The writer of an uncovered put option bears a risk of loss if the value of the underlying instrument declines below the exercise price. Such loss could be substantial if there is a significant decline in the value of the underlying instrument.
- 3) Uncovered option writing is thus suitable for the knowledgeable investor who understands the risks, has the financial capacity and willingness to incur potentially substantial losses, and has sufficient liquid assets to meet applicable margin requirements. In this regard if the value of the underlying instrument moves against an uncovered writer's option position, Muriel Siebert & Co., LLC. may request significant additional margin payments. If an investor does not make such margin payments, Muriel Siebert & Co., LLC. may liquidate stock or option positions in the investor's account, with little or no prior notice, in accordance with the investor's margin agreement with Muriel Siebert & Co., LLC.
- 4) For combination writing, where the investor writes both a put and a call on the same underlying instrument, the potential risk is unlimited.
- 5) If a secondary market in options were to become unavailable, investors could not engage in closing transactions, and an option writer would remain obligated until expiration or assignment.
- 6) The writer of an American-style option is subject to being assigned an exercise at any time after he has written the option until the option expires. By contrast, the writer of a European style option is subject to exercise assignment only during the exercise period.

|                                                                                    |      |                                                                                    |      |
|------------------------------------------------------------------------------------|------|------------------------------------------------------------------------------------|------|
| Account Owner Signature                                                            | Date | Additional Account Owner / Authorized Individual                                   | Date |
|  |      |  |      |

### Official Use Only

|                           |                      |                                                                                                                                                                                                                    |
|---------------------------|----------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Date ODD Delivered: _____ | Approved Date: _____ | <input type="checkbox"/> PUR-Buying <input type="checkbox"/> COWWR-Writing Covered<br><input type="checkbox"/> SPR- <input type="checkbox"/> NKDWR-Uncovered Writing<br><input type="checkbox"/> NKDPT – Uncovered |
| Approved by: _____        |                      |                                                                                                                                                                                                                    |
| Approval of: _____        |                      |                                                                                                                                                                                                                    |