

Exchange Traded Funds Risk Disclosure Statement

Chelsea Financial Services would like to take this opportunity to formally confirm your understanding of Exchange Traded Funds (“ETFs”) in general and the following in particular:

-ETFs are highly complex financial instruments that are typically designed to achieve their stated objectives on a daily basis;

-Due to the nature of ETFs, their performance over longer periods of time can differ significantly from their stated daily objective;

-Leveraged or inverse ETFs are more complex with most resetting daily;

-Leveraged ETFs seek to deliver multiples of the performance of the index or benchmark they track;

-Market volatility may magnify the potential gain or loss in my account, thus I am able to withstand the possible loss of my investment;

-The terms and features of ETFs (including, without limitation, how they are designed to perform, how they achieve their objective, the impact of market volatility upon them as well as their leverage) are consistent with my intended holding period, financial circumstances, risk tolerance, investment objective and experience.

I have had the opportunity to have all of my ETF-related questions answered. I have read, understand and agree to this Exchange Traded Funds Risk Disclosure Statement. I am specifically aware of the liabilities which may be incurred through ETF trading and acknowledge under penalties of perjury that all ETF transactions initiated by me are affirmatively accepted as suitable.

Customer Name

Customer Name (if Joint)

Customer Signature Date

Customer Signature (if Joint) Date

Account Number _____