

# APEX SECURITIES BERHAD [197901003400(47680-X)] (Formerly known as JF Apex Securities Berhad) Application for Trading in Leveraged & Inverse Exchange Traded Funds Only applicable to Qualified Investors

INVESTOR'S PARTICULARS		
HQ Branch: Kios	k: Date Request:	
Trading Account No. (Non-Margin): Account Type:	Existing  STA CTA Limit:	
Name of Investor(s) [As per registration document]:  NRIC No./ Passport No./		
Company Registration No.: Effective Date:		
Financial Standing		
Personal / Individual	Corporate / Institutional	
Gross Annual Income  Below RM 300 K  RM 300 K – RM 400 K  Above RM 400 K	An Accredited investors as defined in Part 1A & 1B, Schedules 6 and 7 of Capital Market and Services Act 2007  Yes No	
Personal Assets	Company Assets	
☐ Below RM 3 Million ☐ RM 3 Million − RM 4 Million ☐ Above RM 4 Million	☐ Below RM 10 Million ☐ RM 10 Million − RM 15 Million ☐ Above RM 15 Million	
Investment Details		
Do you have a Margin Account in securities trading?		
<ul> <li>No</li> <li>Yes, has a Margin Account maintained with the following Participating Organisation ("PO"):</li> <li>□ Apex Securities Bhd.</li> </ul>		
Other PO. (Pls. specify:)		
Declaration on Qualified Investor  I/We hereby declare that I am/We are a Qualified Investor for Leveraged and Inverse Exchange Traded Funds (L&I ETFs) listed on Bursa Malaysia Bhd. I/We hereby confirm that I/We have fulfilled or done one or more of the following:  ☑ Please tick ONE or MORE of the following (where applicable):		
I am/We are a Sophisticated Investor.		
I/We have a Margin Account.		
I/We have executed at least 5 transactions in exchange traded derivatives, or structured warrants within the preceding 12 months.		
I/We have utilized a performance simulator which simulates trading in L&I ETFs units and undergone an e-learning tutorial developed by the Exchange for trading in L&I ETFs units.		
I/We acknowledge that I am/We are fully responsible for all the information supplied by me/us within this declaration on Qualified Investor.  Note: the Company reserves the right to require specific supporting documents if necessary.		
Leveraged and Inverse Exchange Traded Funds Risk Disclosure Statement		
<ol> <li>This statement is provided to you in accordance with the directives of the Rules of Bursa Malaysia Securities Berhad.</li> <li>The purpose of this statement is to inform you that the risk of loss in purchasing leveraged and inverse Exchange Traded Funds ("L&amp;I ETFs") units can be substantial. You should assess if the purchase of L&amp;I ETFs units is suitable for you in light of your financial position, risk tolerance and investment experience while taking into account the following risks before deciding whether to invest in L&amp;I ETFs:</li> </ol>		
(i) An investor of L&I ETFs is subject to the risk of losing the full purchase price of the L&I ETFs units; (ii) The investor should keep in mind that L&I ETFs are intended to track and replicate up to a multiple of performance of an index or a multiple of the inverse performance of an index on a daily basis;		

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### Leveraged and Inverse Exchange Traded Funds Risk Disclosure Statement (Cont'd)

- (iii) As such, L&I ETFs are more suitable for short term trading/ positioning. Holding L&I ETFs units for more than a day could result in investment returns that deviate greatly from the multiple of performance of an index or a multiple of the inverse performance of an index that the L&I ETFs are supposed to track;
- (iv) Placing of contingent orders, such as "stop-loss" or "stop-limit" orders, will not necessarily limit your losses to the intended amount.

  Market conditions may not make it possible to execute such orders;
- (v) The leverage obtained from a leveraged ETF can work against you as well as for you. It could lead to large losses as well as gains;
- (vi) It is in the investor's best interests to take effort to study all risks as contained in the prospectus of the L&I ETFs, including but not limited to interest rate risks, country risks, credit risks, foreign exchange risks, futures rollover risks, counterparty risks and liquidity risks; and
- (vii) If an investor engages in purchase of L&I ETF units using margin financing or short sale of L&I ETF units, he or she may gain higher profits when the price movement conforms to expectations, or may otherwise suffer bigger losses. An investor may also face a margin call by the lender if the collateral maintenance ratio drops.
- 3) This brief statement cannot disclose all the risks and other aspects of purchasing L&I ETF units. You should carefully study the requirements pertaining to L&I ETFs and the content of the prospectus of L&I ETFs before you decide to purchase. If you are in doubt in relation to any aspect of this statement or the terms of L&I ETFs, you should consult your Participating Organisation, i.e. broker.

I acknowledge that I have read the leveraged and inverse Exchange Traded Funds (L&I ETFs) Risk Disclosure Statement and understand its contents which have been explained to me.

#### Form of Disclosure by Client

\* I am at least eighteen (18) years old and am neither insolvent nor an undischarged bankrupt (\*For individual only)

I/ We¹ hereby declare that the information given in this application form is true and correct and I/ we have not withheld any material facts or information from Apex Securities Berhad ("ASB"). I/ we further authorise ASB to verify the information given from any source and in such manner as ASB shall deem fit. I/ we further understand that ASB has absolute discretion in accepting or rejecting this application without giving any reason whatsoever.

I/ We declare and agree that this application is subject to ASB approval and ASB are absolutely entitled at ASB sole discretion to reject the application or impose such conditions and/or restrictions as ASB may deem fit without giving any reasons thereto.

I/ We have read and understood the following sections in this application form and agree to abide by the same:

☑ Please tick the following:		
Declaration on Qualified Investor		
Leveraged & Inverse ETFs Risk Disclosure Statement		
Form of Disclosure by Client		
And I/ we make this solemn declaration conscientiously believing the SUBSCRIBED AND SOLEMNLY declared by the account holder:	e same to be true.	
This day of 20		
Signature of Client :	Signature of Witness:  (Licensed Dealer's Representative, Authorized Personnel or Management of ASB or a Commissioner for Oaths / Notary Public)	
Name of Client / Company:	Name of Witness :	
NRIC / Passport No / Registration Number :	NRIC / Passport No. :	
Designation :	<u> </u>	
Please affix company stamp / seal (if applicable) (for Corporate Application only) :		
Notes: <sup>1</sup> The word "We", "us", and "our" under this Section refers to Company (the Corporate Client).		
Dealer's Representative Declaration		
How long have I known the Applicant: Year	Any relationship/ introduced by:	
Contact to Average: Yes No	Other Information:	
I, the Dealer's Representative servicing this account, accept all responsibilities financial or otherwise, for the Applicant. I declare and agree that the management of ASB have the sole-discretion to request for additional supporting document and I'm obliged to comply to the request.		
Signed by:	Name:	
	Trader Code:	
Date:	NRIC No:	

## For Office Use Only **Credit Management Department** Date Received: Initial: Form Completed: YES / NO Checked Blacklist File: Yes Client Annual Income: Paid Up Capital: \_\_\_ Shareholder Fund: \_\_\_\_\_ \_\_\_\_\_ Counterparty Limit: \_\_\_\_\_ Checking Result CTOS Info Bankruptcy; No of Bankruptcy: Summons; No of Summons: Legal Action Company with winding up petition Other Legal Action: Directorship/ Shareholder Remarks: \_\_\_\_ No Record Number of Directorships: Remarks: Number of Shareholder: Remisier No Yes Good Trading Record: Working Capital (RM): Suspended Other Remarks: \_\_ Not Suspended Yes No No **Recommendation for Approval** Vetted by: **Approved by Authorised Personnel** Remarks: \_\_\_ Date: \_\_\_ **<u>Business Support Department</u>** (after approval) Date Received: Data Entry by: \_\_\_\_\_ Date: \_\_\_\_\_ Verified by: \_\_\_\_\_ Effective Date: Remarks: **Compliance Department**

Checked by:

Date: \_\_\_\_\_