

## **ACTIVE TRADERS LETTER**

This letter is to inform you that I may choose to manage my commodity trading account as an active trader. I fully understand that because of this the commission/equity ratio of my account may exceed what is considered to be a normal or prudent level.

I REALIZE THAT THE COMISSIONS GENERATED BY AN ACTIVELY TRADED ACCOUNT HAVE A DIRECT AND SIGNIFIGANT IMPACT UPON THE VALUE OF THE ACCOUNT AND THAT IN THE AGGREGATE MAY SUBSTANTIALLY EXCEED THE ORIGINAL MONEY DEPOSITED. I ALSO REALIZE THAT THE MORE AN ACCOUNT TRADES, THE MORE THE FREQUENCY OF RISK INCREASES.

I understand that under any trading system past results are not necessarily indicative of future results. I understand that no person can guarantee my account profits or guarantee the freedom from loss. I further understand that hypothetical or simulated results do not represent actual trading and therefore certain market factors such as market liquidity, fast market conditions and order execution are not reflected in hypothetical results. Simulated programs are designed with the benefit of hindsight and no representation can be made that an actual account will or is likely to achieve profits as shown.

I acknowledge that all the trades in my account are at my direction or are placed by a person I have granted the authority to manage my account. I understand it is my responsibility to review my account on a daily basis.

In view of the above, it is still my desire to continue an aggressive trading style and I am willing to assume the risks of such a style. I acknowledge that I have had the opportunity to discuss these issues with my broker and that he/she has not downplayed the risks involved.

Sincerely,

Account Number: \_\_\_\_\_ Date: \_\_\_\_\_

Print Name(s): \_\_\_\_\_

Signature(s): \_\_\_\_\_