

Trading Account No.: _____ / _____

Name of Client: _____

PART 1: RISK DISCLOSURE STATEMENT

This Risk Disclosure Statement is provided to you, as a client of UOBKH, in compliance with the SGX Rules and the provisions of the Securities and Futures (Licensing and Conduct of Business) Regulations 2002. Clients are requested to read, acknowledge receipt and retain one copy of the Risk Disclosure Statement.

This statement does not disclose all of the risks and other significant aspects of trading in securities. In light of the risks, you should undertake such transactions only if you understand the nature of securities, including their derivatives, and the contracts (and contractual relationship) which you are entering into and the extent of your exposure to risk. You should carefully consider whether trading in securities is appropriate in the light of your experience, objectives, financial resources, and other relevant circumstances. If in any doubt, you should seek professional advice. Different securities involve different levels of risk and in considering whether to trade in securities, you should be aware of the following points:

a) Terms and Conditions of Securities Trading

You should read and understand the terms and conditions spelt out (and from time to time amended) in the UOBKH's Master Trading Agreement all of which are to be referred to and construed as part of the agreement between you as a Client and UOBKH.

b) Risks associated with Securities Trading

i) Price fluctuation

The price and value of any investment in securities and the income, if any, from them, can fluctuate and may fall against your interest. An individual security may experience downward price movements and may under some circumstances even become valueless. An inherent risk of trading securities is that losses may be incurred, rather than profits made, as a result of buying and selling securities.

ii) Suspension or Restriction of Trading

Market conditions (e.g. illiquidity) and/or the operation of the rules of certain markets (e.g. the suspension of trading in any security because of price limits or trading halts) may increase the risk of loss by making it difficult or impossible to effect transactions or liquidate/offset positions.

iii) Warrants

A warrant is a time-limited right to subscribe for securities and is exercisable against the original issuer or the underlying securities. A relatively small movement in the price of the underlying security results in a disproportionately large movement, favourable or unfavourable, in the price of the warrant. The prices of warrants can therefore be volatile. It is essential for anyone who is considering purchasing warrants to understand that the right to subscribe which a warrant confers is invariably limited in time with the consequence that if the investor fail to exercise this right within the predetermined time-scale then the investment becomes worthless.

iv) Securitised Derivatives (e.g. structured warrants, contracts for differences)

These instruments may give you a time-limited or absolute right to acquire or sell one or more types of investment which is normally exercisable against someone other than the issuer of that investment. Or they may give you rights under a contract for differences which allow for speculation on fluctuations in the value of the underlying security. These instruments often involve a high degree of gearing or leverage, so that a relatively small movement in the price of the underlying investment results in a much larger movement, favourable or unfavourable, in the price of the instrument. The price of these instruments can therefore be volatile. These instruments have a limited life, and may expire worthless if the underlying instrument does not perform as expected.

Equity-linked investments are structured products based on underlying listed securities that offer the potential for high returns but also involve substantial risks including market, liquidity and credit risks. These investments are intended to be held to maturity and are generally for investors who expect the price of the reference security to be stable or moderately bullish in the near future. The principal investment sum and interest are not guaranteed and investors may suffer a capital loss, if the reference security price is below the strike price on determination date, as investors will receive the reference security instead of cash.

c) Risk of Margin Trading

The risk of loss in financing a transaction by deposit of collateral may be significant. You may sustain losses in excess of your cash and any other assets deposited as collateral with UOBKH. You may be called upon at short notice to make additional margin deposits or interest payments. If required margin deposit or interest payment is not made within the prescribed time, your collateral may be liquidated by UOBKH without prior notification to you. You should therefore carefully consider whether such a financing arrangement is suitable in light of your own financial position and investment objectives.

d) Commission and Other Charges

You should obtain a clear explanation of all commissions, fees and any other charges and understand that these charges may affect your net profit (if any) or increase your loss. You agree that you will be liable for these charges (as may be amended from time to time).

e) Transactions in Other Jurisdictions (please refer to Risk Warning Statement For Overseas-Listed Investment Product in Part 2 of this document)

Transactions on markets in other jurisdictions, including markets formally linked to the Singapore market, may expose you to additional risks. Such markets may be subjected to rules that may offer different or diminished investor protection. Before entering into such trades, you should be aware of the rules relevant to your particular transactions. Our local regulatory authority may be unable to compel the enforcement of the rules of regulatory authorities or markets in other jurisdictions where your transactions have been effected.

f) Currency Risks

The potential for profit or loss from transactions on foreign markets or in foreign currency-denominated securities (traded locally or in other jurisdictions) will be affected by fluctuations in foreign exchange rates.

g) Trading Facilities and Electronic Trading

UOBKH's trading facilities are supported by computer-based component systems for the order-routing, executing, matching, registration or clearing of trades. As with all facilities and computer systems, client will be exposed to risks associated with the system including the failure of hardware and software. The result of any systems failure may be that your order is either not executed according to your instructions or is not executed at all. You should also be aware that the internet is not a completely reliable transmission medium and there may be delays in service provisions.

h) Securities Borrowing and Lending

When you borrow securities from UOBKH, you will be required to deposit a required level of collateral. You may be called upon at short notice to place additional deposits if the level of your collateral is inadequate in relation to the market value of borrowed securities. If the required deposit is not made within the prescribed time, UOBKH may buy-back the borrowed securities without prior notification to you. When you lend securities to UOBKH, you temporarily lose legal ownership rights to the securities but in place, have a right to claim equivalent securities. In so far as you receive manufactured dividends, you may be required to treat the entire amount as income for tax purposes.

i) Execution Only Services For Categories of Customers

Please note that:

- (a) In relation to Excluded Investment Products; and
- (b) In relation to Specified Investment Products except where you are a person for whom UOBKH is obliged to effect or both of a Customer Account Review and/or a Customer Knowledge Assessment as condition to permitting you to trade or continue to trade in Specified Investment Products - i.e. what UOBKH's Guide and Cautionary Notes referred to as a "Singapore Retail Customer".

Unless you have a specific agreement with UOBKH for the provision of advisory services or fund management services, UOBKH's relationship with you in relation to your securities and securities related transaction is purely as execution only broker/dealer or as a counterparty to you. In either case while you are entitled to expect UOBKH or its employees or representatives to answer your queries, the obligation in so answering is only to be honest. Such answers should not be assumed to be backed by any prior reasonable due diligence or research or specifically suitable for reliance by yourself without you first independently confirming the same with your independent advisers. **You should also note clause A26 of UOBKH's Master Trading Agreement and ensure you understand and accept the same as a condition to your relationship with UOBKH.**

You may however, from time to time be provided with investment and financial related information and reports, including but not limited to research reports and market or securities specific analysis. Please note that the information is provided for you by way of information only. All of the information report and analysis were and should be taken as having been prepared for the purpose of general circulation and that none were made with regard to any specific investment objective, financial situation or the needs of any particular person who may receive the information, report or analysis (including yourself). Any recommendation or advice that may be expressed in or inferred from such information, reports or analysis therefore does not take into account and may not be suitable for your investment objectives, financial situation and particular needs.

**PART 2: RISK WARNING STATEMENT FOR
OVERSEAS-LISTED INVESTMENT PRODUCTS***
(*not applicable to corporates and financial institutions)

RISK WARNING

An overseas-listed investment product* is subject to the laws and regulations of the jurisdiction it is listed in. Before you trade in an overseas-listed investment product or authorise someone else to trade for you, you should be aware of:

- The level of investor protection and safeguards that you are afforded in the relevant foreign jurisdiction as the overseas-listed investment product would operate under a different regulatory regime.
- The differences between the legal systems in the foreign jurisdiction and Singapore that may affect your ability to recover your funds.
- The tax implications, currency risks, and additional transaction costs that you may have to incur.
- The counterparty and correspondent broker risks that you are exposed to.
- The political, economic and social developments that influence the overseas markets you are investing in.

These and other risks may affect the value of your investment. You should not invest in the product if you do not understand or are not comfortable with such risks.

**An "overseas-listed investment product" in this statement refers to a capital markets product that is listed for quotation or quoted only on overseas securities exchange(s) or overseas futures exchange(s) (collectively referred to as "overseas exchanges").*

1. This *Risk Warning Statement for Overseas-listed Investment Products* is provided to you in accordance with paragraph 29D of the Notice on the Sale of Investment Products [SFA04-N12].
2. This statement does not disclose all the risks and other significant aspects of trading in an overseas-listed investment product. You should undertake such transactions only if you understand and are comfortable with the extent of your exposure to the risks.
3. You should carefully consider whether such trading is suitable for you in light of your experience, objectives, risk appetite, financial resources and other relevant circumstances. In considering whether to trade or to authorise someone else to trade for you, you should be aware of the following:

Differences in regulatory regimes

- a) Overseas markets may be subject to different regulations, and may operate differently from approved exchanges in Singapore. For example, there may be different rules providing for the safekeeping of securities and monies held by custodian banks or depositories. This may affect the level of safeguards in place to ensure proper segregation and safekeeping of your investment products or monies held overseas. There is also the risk of your investment products or monies not being protected if the custodian has credit problems or fails. Overseas markets may also have different periods for clearing and settling transactions. These may affect the information available to you regarding transaction prices and the time you have to settle your trade on such overseas markets.
- b) Overseas markets may be subject to rules which may offer different investor protection as compared to Singapore. Before you start to trade, you should be fully aware of the types of redress available to you in Singapore and other relevant jurisdictions, if any.
- c) Overseas-listed investment products may not be subject to the same disclosure standards that apply to investment products listed for quotation or quoted on an approved exchange in Singapore. Where disclosure is made, differences in accounting, auditing and financial reporting standards may also affect the quality and comparability of information provided. It may also be more difficult to locate up-to-date information, and the information published may only be available in a foreign language.

Differences in legal systems

- d) In some countries, legal concepts which are practiced in mature legal systems may not be in place or may have yet to be tested in courts. This would make it more difficult to predict with a degree of certainty the outcome of judicial proceedings or even the quantum of damages which may be awarded following a successful claim.
- e) The Monetary Authority of Singapore will be unable to compel the enforcement of the rules of the regulatory authorities or markets in other jurisdictions where your transactions will be effected.
- f) The laws of some jurisdictions may prohibit or restrict the repatriation of funds from such jurisdictions including capital, divestment proceeds, profits, dividends and interest arising from investment in such countries. Therefore, there is no guarantee that the funds you have invested and the funds arising from your investment will be capable of being remitted.
- g) Some jurisdictions may also restrict the amount or type of investment products that foreign investors may trade. This can affect the liquidity and prices of the overseas-listed investment products that you invest in.

Different costs involved

- h) There may be tax implications of investing in a overseas-listed investment product. For example, sale proceeds or the receipt of any dividends and other income may be subject to tax levies, duties or charges in the foreign country, in Singapore, or in both countries.
- i) Your investment return on foreign currency-denominated investment products will be affected by exchange rate fluctuations where there is a need to convert from the currency of denomination of the investment products to another currency, or may be affected by exchange controls.
- j) You may have to pay additional costs such as fees and broker's commissions for transactions in overseas exchanges. In some jurisdictions, you may also have to pay a premium to trade certain listed investment products. Therefore, before you begin to trade, you should obtain a clear explanation of all commissions, fees and other charges for which you will be liable. These charges will affect your net profit (if any) or increase your loss.

Counterparty and correspondent broker risks

- k) Transactions on overseas exchanges or overseas markets are generally effected by your Singapore broker through the use of foreign brokers who have trading and/or clearing rights on those exchanges. All transactions that are executed upon your instructions with such counterparties and correspondent brokers are dependent on their respective due performance of their obligations. The insolvency or default of such counterparties and correspondent brokers may lead to positions being liquidated or closed out without your consent and/or may result in difficulties in recovering your monies and assets held overseas.

Political, economic and social developments

- l) Overseas markets are influenced by the political, economic and social developments in the foreign jurisdiction, which may be uncertain and may increase the risk of investing in overseas-listed investment products

ACKNOWLEDGEMENT

I/we acknowledge that I/we have read the RISK DISCLOSURE STATEMENT and RISK WARNING STATEMENT FOR OVERSEAS-LISTED INVESTMENT PRODUCTS and understand their content and/or obtained necessary explanations and confirm that I/we am/are acquainted with the risks associated with trading in Securities and Overseas-listed Investment Products.

Dated this _____ day of _____ 20 _____

For Individual/Joint Alternate Account

Signature: _____

Name of Client: _____

NRIC/Passport No.: _____

Signature: _____

Name of Client: _____

NRIC/Passport No.: _____

For Corporate Account (please affix company's stamp)

Signature _____

Name of Authorised Signatory _____

Designation _____

Signature _____

Name of Authorised Signatory _____

Designation _____