

Intermediary Disclosure Statement

1. INTRODUCTION

In terms of the General Code of Conduct of the Financial Advisory and Intermediary Services (FAIS) Act, Velocity Trade Financial Services (Pty) Ltd (Registration number 2010/010415/07) is required to disclose the information in this document to you. You are therefore requested to read through the document carefully and sign the acknowledgement that you have read and understand the contents hereof. If there is anything in this document that you do not understand, please request further information from us. You are entitled to a copy of this document for your own records.

2. AUTHORISED FINANCIAL SERVICES PROVIDER

Velocity Trade Financial Services is an authorised financial services provider (FSP number 43295) in terms of Section 8 of the FAIS Act. A copy of our license certificate is available on request. Our physical address is 1st Floor, 200 on Main, Claremont 7708, Cape Town. Our postal address is PO Box 23463, Claremont 7735, Cape Town. The contact person you must liaise with is Daniel Carter, tel 021 200 8800, fax 086 249 1000 or email support@za.velocitytrade.com.

3. FINANCIAL SERVICES AND PRODUCTS

Velocity Trade Financial Services is authorised to render intermediary financial services in respect of the following financial products:

Category I

- Securities and Instruments: Shares
- Securities and Instruments: Derivative Instruments
- Participatory interests in Collective Investment Schemes
- Foreign currency denominated investment instruments
- Deposits defined in the Banks act – 12 months or less

Category II – Discretionary FSP

- Retail Pension Benefits
- Pension Funds Benefits (excluding retail pension benefits)
- Securities and Instruments: Shares
- Securities and Instruments: Money market instruments
- Securities and Instruments: Debentures and securitised debt
- Securities and Instruments: Warrants, certificates and other instruments
- Securities and Instruments: Bonds
- Securities and Instruments: Derivative instruments
- Participatory interests in Collective Investment Schemes
- Long-term Deposits
- Short-term Deposits

4. AUTHORISED KEY INDIVIDUAL AND REPRESENTATIVE

The Financial Services Board has duly authorised Daniel Carter to act as key individual and representative to render financial services as defined in terms of the FAIS Act in respect of the financial products listed above.

Additional representatives including representatives under supervision may be added or removed from Velocity Trade Financial Services' FSP license from time to time. An updated list is available on request.

5. INTERMEDIARIES, INTRODUCING PARTIES AND SERVICE PROVIDERS

Velocity Trade Financial Services may contract with and reward intermediaries for the introduction of clients. However, the introducing party, Velocity Trade Financial Services and its service providers are all separate business entities and are not affiliated in any way.

Intermediaries may be appointed as a representative on Velocity Trade Financial Services' FSP license, however, neither the introducing party nor Velocity Trade Financial Services shall be entitled to provide the client with any particular trading advice.

The introducing party may receive ongoing fees related to the trading activity of the client. This fee will represent a portion of the revenue earned by Velocity Trade Financial Services and will be accrued and paid to the introducing party monthly in arrears. These fees will be market related and directly linked to the clients account activity as well as the nature of the product and the relevant fee structure charged to the client.

The introducing party has actual or potential conflicts of interest with clients to the extent that it receives fees or other remuneration for each transaction concluded between the client, Velocity Trade Financial Services and/or its service providers. Each client, Velocity Trade Financial Services and related service providers, and not the introducing party, are the counter parties to each purchase and sale of the products in respect of the terms of business entered into by each client of Velocity Trade Financial Services.

6. CONFLICT OF INTEREST MANAGEMENT POLICY

Velocity Trade Financial Services has adopted and implemented a conflict of interest management policy that complies with the provisions of the FAIS Act. The conflict of interest management policy is available on request and can be obtained by emailing support@za.velocitytrade.com or by telephone: 021 200 8800.

7. INDEMNITY COVER

Velocity Trade Financial Services holds Professional Indemnity and Fidelity cover.

8. FINANCIAL INTELLIGENCE CENTRE ACT (FICA)

In terms of FICA, Velocity Trade Financial Services is an accountable institution. We are required to identify our prospective clients, verify the given information and keep records of the verifying documents. We are also obliged to report suspicious and unusual transactions that may facilitate money laundering to the authorities.

9. COMPLAINTS

Should you wish to pursue a complaint against a key individual or representative of Velocity Trade Financial Services, you should address the complaint in writing. If you cannot settle your complaint with us, you are entitled to refer it to the office of the FAIS Ombud, at info@faisombud.co.za or telephone number 0860 324 766. The Ombud has been created to provide you with a redress mechanism for any inappropriate financial advice that you feel may have been given to you by a financial services provider.

10. COMPLIANCE OFFICER

Independent Compliance Services (Pty) Ltd (Registration number: 2003/020695/07) and Practice number 1258 acts as the compliance officer for Velocity Trade Financial Services. Their physical address is IPIC Aurora Centre, Shop 28 A, B and C, Cnr Aurora and Burton Roads, Aurora Durbanville, 7550. The contact person is Mr HA Goosen, tel 021 975 6468, fax 086 628 4567 or email: enrique@complianceservices.co.za.

11. DISCLAIMER

You should note that there are risks involved in buying or selling any financial product, and past performance of a financial product is not necessarily indicative of the future performance. The value of financial products can increase as well as decrease over time, depending on the value of the underlying securities and market conditions.

12. CLIENT ACKNOWLEDGEMENT

By accepting the electronic check box as part of this online application process I/We confirm receipt of this Risk Disclosure document and have read, understood and agree to its contents.