

Letter of Direction (Introduced Through an IB)



_____ and MF Global Inc. (“MF Global”):
(insert name of IB)

The undersigned hereby confirms that I have provided _____ (“IB”) with the trading system set forth below, or other system provided by subsequent notice to you (the “System”), that I either developed myself, purchased from a third party, or receive by subscription. Accordingly, I hereby direct and grant discretion to IB to enter trades for my account in accordance with the trading signals and recommendations generated by the System. In consideration of your acceptance of my account to be traded pursuant to this Letter of Direction, I acknowledge, represent and agree to the following terms and conditions:

1. I fully understand that MF Global has not reviewed or verified the performance results of any third party provider and does not recommend any specific third party provider. I fully understand that the trading signals and recommendations are produced by the System and not by IB nor MF Global, and that IB’s and MF Global’s responsibility is limited to using commercially reasonable efforts to enter orders pursuant to the signals and recommendations generated by the System and received by you. I warrant that I have fully paid for use of the System and understand that this may be subject to verification by IB. In the event that I have not paid for the use of the System, I hereby fully empower and authorize IB and MF Global to debit my account in the amount of \$_____, if any, and to pay such fees to the provider/developer of the System on a **one-time, monthly, quarterly or annual** (circle one) basis for the use of _____ (name of system). I further warrant that neither IB nor MF Global has solicited, or in any other way recommended, my participation in the System. I have made inquiries and conducted research in the System sufficient to make an informed investment decision. Neither IB, nor MF Global, can or does imply or guarantee that I will make a profit from trading the System and I agree that neither IB nor MF Global will be held responsible for the System’s performance or trading losses incurred in my account as a result of my trading pursuant to the System. I understand that using the System to generate trading signals exposes me to the risks associated with the use of computers and data feeds systems relied upon by MF Global and IB. I agree to accept such risks, which may include, but are not limited to, failure of hardware, software or associated communication systems and/or inaccurate external data feeds provided by third party vendors, and I further agree to hold MF Global and IB harmless from any losses in my account associated with these risks.
2. By signing below, I grant a limited power of attorney to IB, its employees and agents for the sole purpose of entering orders in accordance with the signals generated by the System, as the System may be modified from time to time. If the System is a trade recommendation service or hotline, I have arranged for the originator of the service or hotline to transmit by facsimile, tape-recorded telephone message, or otherwise the trading signals and recommendations to be executed for my account. If more than one IB client is using the same system or service as the System, I acknowledge and agree that IB may enter block orders to enhance order execution, in which case fills will be allocated in accordance with the systematic fill allocation method employed by IB. I understand and acknowledge that IB will be responsible only for using commercially reasonable efforts to execute, in a timely fashion, signals generated by the System. Neither IB nor MF Global shall be responsible for mechanical or communication line failure, or system errors, or any other cause beyond

its or their control. I acknowledge that IB can accept and transmit orders only if actually received or generated and then only on a “not held” basis (i.e., IB shall not be held responsible for the execution of the orders through the process indicated or otherwise).

3. Specifically with regard to the markets and the number of contracts in each market to be traded pursuant to the trading signals and recommendations generated by the System, IB is hereby authorized to place orders in accordance with instruction received by it from the System except as otherwise indicated below
[Note: If the undersigned customer wishes to trade all markets the System trades indicate “All Markets”]:

Market	Number of Contracts
_____	_____
_____	_____
_____	_____

4. IB may act upon the authority given by this letter of direction until I revoke this authority by written notice addressed and actually delivered to IB’s New Accounts Department at MF Global, 440 South LaSalle Street, Chicago, IL 60605. I understand that it is solely my responsibility to notify IB if I wish to terminate the automatic trading done for my account pursuant to this Letter of Direction. I shall be responsible for any open positions in my account at the time that I revoke the authority and, in the absence of instructions to the contrary, I hereby authorize IB to offset any open positions at its sole discretion. I agree to indemnify IB and MF Global for acting in accordance with this Letter of Direction to the same extent provided in the customer account agreement (“Customer Agreement”) that I have signed and agree that this Letter of Direction supplements and forms a part of that Customer Agreement.

Very truly yours,

Customer’s Name (Print): _____ Joint Owner’s Name (Print): _____

Customer’s Signature & Date: _____ Joint Owner’s Signature & Date: _____

Please Complete:

Initial System: _____ Telephone Number of System’s Contact Person: _____

Name of System’s Contact Person: _____

Account Executive (Print): _____