

Jefferies Singapore Limited Terms of Business

Confidential

1. PURPOSE AND BASIS OF THESE TERMS

- 1.1. These Terms of Business ("Terms") will apply to all investment and connected business (including the execution of orders for the purchase or sale of and any other dealing in Securities) which we may carry on with or for you in accordance with these Terms from time to time ("Services"), subject to the terms of any other agreement relating to any specific business or transaction between you and us. In the event of any inconsistency between these Terms and any other terms or any other agreement relating to any specific business or transaction between you and us, such specific terms shall apply to such specific business or transaction.
- 1.2. These Terms are legally binding and will take effect after receipt by you of the same and upon your beginning or continuing to undertake business with us and our beginning or continuing to undertake business with you will be in reliance on the foregoing basis
- 1.3. These Terms supersede any previous agreement between us relating to the subject matter of the Terms and any previous version(s) of these Terms.

2. DEFINITION AND CONSTRUCTION

- 2.1. For the purposes of these Terms, the following words and phrases shall have the following meanings:
 - 2.1.1. 'affiliate(s)' of any person means a person controlling, controlled by or under common control with that person, including parent companies and subsidiaries;
 - 2.1.2. 'MAS' means the Monetary Authority of Singapore;
 - 2.1.3. 'MAS Rules' means the rules, regulations, notices, orders, guidelines, practice notes, directives circulars and any instrument or document issued by the MAS from time to time;
 - 2.1.4. 'Securities' has the meaning ascribed thereto by the SFA and, if the context so admits shall include securities collateral;
 - 2.1.5. 'SFA' means the Securities and Futures Act, Chapter 289 of Singapore (as amended from time to time);
 - 2.1.6. 'Transaction' has the meaning ascribed to it in clause 5;
 - 2.1.7. 'we', 'us' and 'our' means Jefferies Singapore Limited, its affiliates and its branches; and
 - 2.1.8. 'you' and 'your' means you, as client of Jefferies Singapore Limited.
- 2.2. References in the Terms to statutes and any other laws, rules or regulations shall be to such statutes, MAS Rules, laws, rules or regulations as modified, amended, restated or replaced from time to time.
- 2.3. References to clauses are to the clauses of the Terms. Headings are included for convenience only and shall not affect the interpretation of the Terms.
- 2.4. Any reference in any documentation between you and us to an earlier version of these Terms shall, from the date of these Terms taking effect, be read as a reference to these Terms or the relevant or corresponding part thereof unless specifically provided otherwise.

3. REGISTRATION STATUS

- 3.1. Jefferies Singapore Limited has a capital markets services licence issued by the MAS under the SFA to carry on the regulated activity of "dealing in securities". Jefferies Singapore Limited is also an exempt financial adviser for the purposes of the Financial Advisers Act (Cap. 110) of Singapore. Jefferies Singapore Limited is not an authorised deposit-taking institution for the

purposes of the Banking Act (Cap. 19) of Singapore. In Australia, Jefferies Singapore Limited is exempt from the requirement to hold, and does not hold, an Australian Financial Services Licence under the Corporations Act 2001 of Australia in respect of the financial services it provides to wholesale clients.

- 3.2. We undertake to notify you of any material change to the information provided in the Terms, including a change to our address, registration status, the Services that we provide and our charges.
- 3.3. In providing the Services to you, we may deal with you as principal or as agent.
- 3.4. We may delegate the performance of any of the Services to any third person(s) as we may see fit. We may also employ such agents as we select on such terms as we consider appropriate.

4. APPOINTMENT

- 4.1. You confirm that you are an investor falling under the definition of "accredited investor", "institutional investor" or "expert investor" as defined in the SFA and as set out in Appendix 1 hereto. If not, you will not be accepted as our client for the provision of the Services.
- 4.2. You hereby consent to being treated as a "accredited investor", "institutional investor" or "expert investor" and acknowledge and confirm that we have explained both the consequences of being treated as such an investor.
- 4.3. You acknowledge and confirm that you have read and understood the risk disclosure statement set out in Appendix 2 hereto and have been given opportunities to take independent advice (if necessary).
- 4.4. You acknowledge and confirm that you have read, understood and agree to the additional disclosures and terms as may be applicable to any Transaction entered into at the specific exchange(s) or cleared by the specific clearing corporation(s) as set out in Appendix 3

5. DESCRIPTION OF SERVICES

- 5.1. We will handle orders or dealing instructions on your behalf in relation to investments in Securities (each a "Transaction" and collectively the "Transactions") in accordance with your specific instructions from time to time. We will not advise you about the merits of a particular Transaction and we are under no obligation to satisfy ourselves that the Transaction is suitable for you.
- 5.2. All decisions on whether to invest in, hold or dispose of any asset or to enter into any agreement resulting from or effected using our broking services under the Terms are yours and we shall only enter into transactions as you instruct. We will, upon your request, provide you with product specifications and any prospectus or other offering document covering such Securities.
- 5.3. We may, on your instructions, effect Transactions on any market and take all routine or day-to-day decisions and otherwise act as we consider appropriate for the sole purpose of implementing your instructions in respect of the Transactions, provided that we shall not have any discretionary management over any of your Transactions and shall not be providing any recommendations and/or advice in respect of any Transactions and shall not in this regard be deemed to be conducting "fund management" or providing "financial advisory services" under the SFA and the FAA respectively.
- 5.4. The provision by us of the Services will be subject to the Terms, MAS Rules and any statutory, regulatory, legal or market requirements.
- 5.5. We may, if we agree and subject to Clause 14.8 hereof, distribute to you investment research prepared by us or our affiliates but we shall not provide investment advice in the form of personal recommendations and therefore, in relation to Transactions you instruct us on pursuant to these

Terms, you do so in reliance solely on your own judgement and we make no assessment of the suitability of such Transactions. In this regard you should note that if we merely at our discretion explain the terms of an investment or its performance characteristics this does not of itself amount to complete information or advice on the merits of a Transaction in the investment. To the extent that we are required by the MAS Rules to assess whether a Transaction is appropriate for you, we will, for the purposes of any such appropriateness assessment, rely on the information that you have supplied to us as we may request from time to time.

- 5.6. All investment is subject to risk and the degree of risk is a matter of judgment and cannot be accurately pre-determined. We give no warranty as to the performance or profitability of your trading with us or your investments or any part thereof. To the extent that you engage in Transactions in Securities and other investments, your attention is drawn to the specific risk disclosures which are set out in Appendix 2 hereto.
- 5.7. We are authorised by you to do anything which we consider necessary or appropriate either to provide the Services (including but not limited to acting as your agent and delegating our authority as your agent to another) or to comply with any applicable laws, rules or regulations.
- 5.8. We will not be responsible for the provision of any tax or legal advice in relation to the Services.

6. CLIENT ASSETS

- 6.1. To the extent (if any) that we may hold your monies or assets, you hereby authorise us, in relation to any such assets which we may hold on your behalf, to hold and deal with such monies or assets in accordance with the SFA, its subsidiary legislation, the MAS Rules and these Terms. In particular, you consent to and authorise us to accept and transfer any of such monies or assets into the name of any person in or outside Singapore whom we may select (the "Custodian") subject to all applicable laws, to be held directly or indirectly for your account, and for which purposes you agree to, and you will, at our request, accept the re-transfer to you (or as you may direct) of all or any of the monies or assets so transferred and that you shall execute and register any document in relation to the transfers or re-transfers required for that purpose. You further acknowledge and consent to us placing the monies / assets which are denominated in a foreign currency with a Custodian outside Singapore which is licensed, registered, or authorised to act in such a capacity in the country or territory where the account is maintained. We will inform you of the key terms of the Custodian in respect of the custody of your monies and/or assets as required under applicable laws.
- 6.2. You acknowledge and agree that you shall not be entitled to any or all interest earned from the maintenance of the monies received on your account held with a Custodian or any other sum held by us for and on your behalf for any reason whatsoever, and all such interest shall belong to, accrue to and be retained by us.
- 6.3. You may revoke your authorisation by giving us written notice to us at our address as set out in clause 21.1 or otherwise notified to you in writing. Such notice will take effect upon the expiry of 14 days from the date of our actual receipt of it.
- 6.4. Notwithstanding anything in these Terms, we are entitled to while your monies or assets are held under custody to take all actions as we deem necessary or desirable to comply with all applicable provisions of the SFA.
- 6.5. For the avoidance of doubt, we shall not be bound to supervise the actions of, and shall not be in any way responsible for any loss incurred as a result of any misconduct or default on the part of such Custodian. You further acknowledge and expressly accept that we may be required, depending on the circumstances of the country or jurisdiction involved, to engage the services of a Custodian that is not subject to the same level of regulatory supervision that it may be subject to in Singapore.

- 6.6. The deposit of any monies or assets with a Custodian is undertaken for your account and at your sole risk and peril and is subject to the laws, rules and practices applicable at the place of custody.

7. ACTING AS INTERMEDIARY

- 7.1. In any dealing or other matter where you are an agent or otherwise acting on behalf of or for the benefit of any other person, then, even if you disclose that fact and/or identity of that person to us, we will (save as provided below) treat you alone as our client and therefore, as principal and not as agent for all purposes relating to such dealing or matter, and (subject to applicable laws and regulations) we shall not owe any contractual, regulatory, fiduciary or other obligations to that person. We are not willing to deal with you other than on the foregoing basis.
- 7.2. You, as agent for your principal and on your own behalf, retain full responsibility for making all investment decisions with respect to any principal.
- 7.3. You undertake and warrant (and such undertaking and warranty shall be deemed to be repeated on that date any Transaction is entered into) that if you are a party to a Transaction entered into and executed pursuant to these Terms as agent for, or on behalf of, another person, then:
- 7.3.1. in doing so, you are expressly authorised by, or otherwise acting within the scope of the authority you have received from, your principal;
 - 7.3.2. notwithstanding clause 7.3.1 above, you will procure the performance by your principal of all obligations and liabilities arising under or by virtue of the Terms or any Transaction or other investment business carried out hereunder;
 - 7.3.3. your principal has full power, authority and legal capacity to perform all obligations contemplated by these Terms;
 - 7.3.4. when performing the transactions and activities contemplated by these Terms, your principal will comply with all relevant laws and regulations in any relevant jurisdiction;
 - 7.3.5. any information which you provide or have provided to us in respect of your or your principal's financial position, domicile or other matters is accurate and not misleading in any material respect.
- 7.4. You acknowledge that providing details of your principal will not make your principal a client of ours.

8. INSTRUCTIONS

- 8.1. Any instruction is transmitted at your own risk in such manner as may be specified by us or agreed between you and us from time to time. We shall not be liable for any loss suffered on account of any instruction not being received by us (whether transmitted through an electronic system or not) or not being acted upon. For the avoidance of doubt, we may electronically acknowledge an instruction transmitted to us by you through an electronic system but are under no obligation to act in accordance with such instruction.
- 8.2. Any instruction you give us shall be in accordance with all laws, rules, regulations and disclosure requirements of any relevant jurisdiction, exchange, market or regulatory authority which apply in respect of us, you or your investments from time to time.
- 8.3. We may at our absolute discretion refuse to accept or act in accordance with any instruction, without being under any obligation to give any reason. If we decline an instruction we will take reasonable steps to notify you promptly. Additionally, we do not guarantee that the execution of all orders shall always be possible in any or all market circumstances, and we further assume no responsibility in the

execution or non-execution of such instructions and related consequences, in particular if the order is received or taken outside our trading hours.

- 8.4. You authorise us to rely and act upon, and treat as fully authorised and binding upon you, any instruction which purports to have been given and which is accepted by us in good faith as having been given by you or on your behalf, without further enquiry on our part as to the genuineness, authority or identity of the person giving or purporting to give such instruction and notwithstanding any communication you may have made or may make to us purporting to limit the persons from whom we may accept instructions, unless such limitations have been agreed in writing by us or have been expressly requested by us in writing. Notwithstanding the foregoing, we may require, and you shall provide, evidence of any such authority provided to any person acting, or purporting to act, for you or on your behalf. You will be responsible for and bound by all contracts, obligations, costs and expenses entered into or incurred by us on your behalf in consequence of or in connection with such instructions.
- 8.5. You shall promptly (and within any time limit imposed by us) give any instructions we may reasonably request from you in respect of any Services provided hereunder. If you do not do so, we may in our sole discretion take any steps at your cost which we consider appropriate for our or for your protection.
- 8.6. We may in our absolute discretion record telephone conversations with you or your agents and will normally record telephone conversations between you or your agents and our employees who act in a trading or sales capacity. Our record of telephone conversations with you or your agents shall constitute conclusive evidence and may be relied upon as evidence of all instructions, commitments, notices or requests delivered in such manner and all intellectual property and other rights in and to such records shall belong solely to us. No inference shall be drawn from the absence of any recording or records of any telephone conversation.

9. DEALING

- 9.1. Certain events (including corporate actions such as share splits or bonus issues) may cause exchanges and/or multi lateral trading facilities to cancel unexecuted orders in their order books at the time that such events take effect. Where any such cancelled orders were being worked by us on your behalf, we consider your related order(s) to also be cancelled by you and in such circumstances our sales staff will refer to you for express renewal of instructions concerning the securities of the relevant issuer.
- 9.2. You shall be responsible for instructing us to procure the exercise of any voting, conversion or subscription rights, deal with take-over or other offers or capital re-organisations or effect any other corporate actions with respect to your investments and we shall have no obligation to notify you of any such rights or actions nor shall we be obliged to take any action in respect of such rights or actions unless and until we receive timely instructions from you.
- 9.3. We shall be entitled to carry out all Transactions in accordance with the constitution, bylaws, rules, regulations, customs or practices of the relevant market, exchange and/or clearing house whether imposed on you or us. We may take all such steps as may be required or permitted by such laws, rules, regulations, customs and/or market practice ("Applicable Rules"). We will be entitled to take or not take any reasonable action we consider fit in order to ensure compliance with the same and all such actions so taken will be binding upon you. In the event of any conflict between these Terms and any Applicable Rules, the Applicable Rules shall prevail, provided that nothing in this clause shall affect our rights under clause 22 of these Terms.
- 9.4. In order to give effect to your dealing instructions, we may instruct a broker selected by us in our discretion. We undertake to use reasonable care and skill in the appointment and supervision of any

other broker and to make available to you and take such action on your behalf as you may reasonably request in relation to any rights we have against such broker.

- 9.5. We may at our discretion and subject to MAS Rules aggregate your orders with our own orders or those of other clients of ours. We will allocate the proceeds of such orders among the participating clients in a manner which we believe to be fair and equitable and in accordance with our order allocation policy. If the combined order is not executed at the same price we may average the prices paid or received and debit or credit you with the average net price. Details of the average price will be furnished to you. Aggregation of orders in this way may on some occasions operate to your advantage, but may on other occasions operate to your disadvantage.
- 9.6. Where we are unable or consider it undesirable or inappropriate to execute your order at once or in a single transaction, we may execute it over such period as we deem appropriate and we may report to you an average price for a series of transactions so executed instead of the actual price of each transaction.
- 9.7. We may undertake a programme trade or trades comprising a single transaction or series of transactions on your behalf.

10. SETTLEMENT

- 10.1. Unless we agree otherwise, you are solely responsible for the due performance of every Transaction which we enter into with or for you and you shall be responsible for any losses we incur as a result of your failure to deliver appropriate settlement instructions to us.
- 10.2. If you have not delivered the appropriate funds or securities to us on the due date for settlement, we reserve the right, as appropriate, to exercise a sell-out of the relevant Securities or acquire alternative Securities by whatever means or take such other action we determine in our absolute discretion. Where we do so, our obligation to deliver the Securities or monies to you or pay the purchase price due will cease. You shall be responsible for any losses we incur arising out of your non-performance or any actions we take as a result thereof. Where permitted to do so by any Applicable Rules, we may effect a net settlement with or for you or on your behalf.
- 10.3. Our obligation to settle any Transaction, whether we are acting as principal with or agent for you, is conditional upon the receipt by us or our agents on or before the due date for settlement of all necessary documents or funds due to be delivered by you or on your behalf including, for the avoidance of doubt, settlement instructions. If, in any Transaction we deliver Securities or monies to you or to your order at that time or subsequently and, for whatever reason, your obligations are not performed simultaneously with or prior to our obligations, you shall hold on trust for us any such Securities or money received from us until your own obligations are fully performed.
- 10.4. We will normally settle transactions on a 'delivery versus payment' basis and any money or assets received will not usually be eligible to be treated as customer's money or customer's assets subject to applicable laws and regulations. However, where a situation arises where we are holding customer's moneys or assets, the terms in Clause 6 above shall apply.

11. CONFIRMATIONS AND STATEMENTS OF ACCOUNT

- 11.1. We will send to you a confirmation in respect of each Transaction within the time required by and in accordance with the MAS Rules and Applicable Rules, including where applicable, the rules of the relevant exchanges. If we have instructed an intermediate or third party broker on your behalf, the confirmation may be a copy of the confirmation sent to us by the intermediate or third party broker. Confirmations posted, electronically transmitted or otherwise sent to you at your last known address or electronic-mail address in our records will be deemed to have been received by you. For the avoidance of doubt, any communication to you via electronic-mail or by way of any other electronic

form shall not incur any additional costs on your part. In particular, you have agreed that in respect of any trades carried out on the Singapore Exchange – Securities Trading, such confirmations in relation to such trades may be issued in electronic form unless and until you instruct otherwise in writing. Such confirmations will be sent to you at the electronic-mail address or to the facsimile number as you have notified to us from time to time. Any revocation of any authorisation contained herein shall be communicated to us in writing.

- 11.2. Any confirmation or statement of account which we give you in writing will be deemed correct, conclusive and binding on you if not objected to in writing by you by the dealing day prior to settlement day for the Transaction(s), unless we notify you of an error therein within the same time period.
- 11.3. In respect of statements of account, subject to Clause 11.4 below, we will provide you with the same in accordance with MAS Rules, except that no statement of account shall be furnished to you if there is no change to any of the particulars since the date on which the last statement of account was made up to. Such statement of accounts will be sent to you at the electronic mail address or to the facsimile number as you have notified to us from time to time
- 11.4. If you are an accredited investor as defined under the SFA, by accepting these Terms of Business, you shall be deemed to have requested in writing not to receive the statement of accounts on a monthly basis from us, we will not provide such statement of account on a monthly basis until we hear from you otherwise in writing.
- 11.5. For the avoidance of doubt, in respect of statement of accounts provided to you in the electronic form, no additional cost in this respect will be incurred by you unless otherwise informed to you by us in writing.

12. DISCLOSURE OF INTERESTS

- 12.1. Under the MAS Rules and other applicable legislation, interests in securities are required to be disclosed under certain circumstances. Disclosure obligations may also arise under legislation of other jurisdictions. We are not responsible for advising you or your affiliates on disclosure obligations generally or any disclosure obligation which may arise from any of your instructions or which has arisen as a result of any transaction or holding or otherwise. Such disclosure obligations are entirely your and your affiliates' responsibility at all times. We shall not be liable for any loss, cost or expense from any failure or delay by you or your affiliates to disclose in accordance with any such disclosure obligation.

13. SHORT SELLING REQUIREMENTS

- 13.1. Regulatory authorities in many jurisdictions around the world have issued a series of prohibition and/or disclosure requirements relating to short selling (the "Short-Selling Requirements"). We are required to comply with all the Short-Selling Requirements, and, as such, we are not permitted to carry out, facilitate, or arrange any trade which breaches the Short-Selling Requirements.
- 13.2. As each jurisdiction has specific Short-Selling Requirements, which have been announced and continue to be amended and reinterpreted, all clients of ours are expected to be in compliance with such Short-Selling Requirements before placing any sell order for execution. In light of these Short-Selling Requirements, effective immediately and until further notice, in the event that we, or any of our affiliates, enter into any transaction with or for you which is subject to any of the above referenced Requirements, we shall do so on the strict understanding that you shall be deemed to have represented to us, or, as appropriate, our affiliate, that the execution of such transaction will not result in a breach of such Short-Selling Requirements.

- 13.3. Similarly, if you enter an order in any security subject to any Short-Selling Requirements on or through any electronic trading system, application or service provided by us, or any of our affiliates, you shall be deemed to have represented to us, or, as appropriate, our affiliate, that such order:
- 13.3.1. will not result in a breach of the Short-Selling Requirements; and
 - 13.3.2. will not cause us, or, as appropriate, our affiliate(s), to make a disclosure under the Short-Selling Requirements.
- 13.4. We accept no responsibility for your failure to comply with any of the Short-Selling Requirements applicable to you.

14. CONFLICTS OF INTEREST

- 14.1. In accordance with MAS Rules and our own conflicts of interest policies, we have in place arrangements to manage conflicts of interest that arise between ourselves and our clients and between our different clients. Where we do not consider that the arrangements under our conflicts of interest policies are sufficient to manage a particular conflict, we will inform you of the nature of the conflict so that you can decide how to proceed.
- 14.2. In relation to any transaction we broker, execute or arrange for or with you, we may have an interest, relationship, arrangement, or duty which is material or which gives or may give rise to a conflict of interest with your interest(s) in relation to the investment or transaction concerned or investments or assets underlying, derived from or otherwise directly or indirectly related to such investments (a "material interest"). We will take all necessary steps to ensure fair treatment for you in relation to any such transactions and will manage any conflict of interest in accordance with our conflicts of interest policies.
- 14.3. Your attention is drawn to the fact and you acknowledge that we are involved in providing a range of services including providing research. As such we may have a material interest or a conflict of interest in the services or transactions we carry out with or for you. We have in place internal procedures pursuant to our conflict of interest policies to ensure that our various business areas operate independently of each other and restrict access by the particular employee(s) responsible for handling your affairs to certain areas of information.
- 14.4. Accordingly:
- 14.4.1. we will provide Services to you under these Terms on the basis of information actually known to the particular employees responsible for handling your affairs; and
 - 14.4.2. as a result of our relationship with other clients we may in some circumstances be unable to provide Services to you and we shall not be obliged to disclose the reason why or any further information relating thereto.
- 14.5. You agree that we are entitled to provide Services to you, notwithstanding that we may have a material interest in or a potential conflict of interest in relation to the transaction or investment concerned and you consent to our acting in any manner which we would consider appropriate in such cases. A material interest may include but is not limited to circumstances where we may:
- 14.5.1. be dealing as principal for our own account by selling the investment concerned to you or buying it from you, or being a market-maker or otherwise having a holding or dealing position in the investment concerned or an associated investment;
 - 14.5.2. be providing services to another person in relation to an investment in relation to which you are entering into Transactions;

- 14.5.3. have other business relationships, including investment banking relationships, with the company, or a related entity, which is the subject of the Transaction you have instructed us to broker, execute or arrange for or with you pursuant to these Terms ;
 - 14.5.4. receive payments or other benefits for giving business to a firm with or through which your order is brokered, placed or executed;
 - 14.5.5. trade (or may have traded) for our own account (or for or on behalf of other clients), have either a long or short position in the investment concerned, or other related investments, or otherwise pursue our legitimate business as a market-maker or dealer (including entering into an agreement for the underwriting of an issue of financial instruments) in connection with the investment concerned or related or other investments;
 - 14.5.6. execute hedging transactions prior to or following receipt of an order or information concerning a contemplated order or Transaction from you or from someone acting on your behalf in order to manage our risk in relation to Transactions you are entering into or contemplating, or execute Transactions in order to facilitate the dutiful execution of your order or manage our own market-maker or dealing activities, all of which may impact on the price you pay or receive in relation to such Transactions, and any profits generated by such hedging or other Transactions may be retained by us without reference to you; or
 - 14.5.7. provide investment research (as defined in clause 14.8).
- 14.6. We shall be entitled to carry out a Transaction for you or provide any Services to you notwithstanding any such material interest and shall not be under a duty to disclose to you any profit arising therefrom without further reference to you to the extent permissible under MAS Rules. However, in such cases we may also in our absolute discretion decline to carry out a Transaction with or for you or to give advice, investment research or provide research reports to you.
- 14.7. We shall not be liable to account to you for, or (save in respect of fees or commissions charged to you) to disclose to you the amount of any profit, commission or remuneration made or received (whether from any client or by reason of any material interest or otherwise) by us by reason of any Services provided to you.
- 14.8. Our policy is to distribute investment research material produced by us or our affiliates to our clients and to support the provision of our Services and our affiliates' trading activities ("investment research"). The following terms apply in relation to all investment research:
- 14.8.1. We shall be under no obligation to you to ensure that any information given to you takes into account of any investment research save to the extent otherwise required by the applicable laws, rules and regulations.
 - 14.8.2. No investment research provided to you by us shall constitute an offer or an invitation by or on behalf of us to any person to buy or sell any investments.
 - 14.8.3. In all cases, you should conduct your own investigation, verification and analysis of any information contained in investment research provided to you by us before taking or omitting to take any action either in relation to investments or markets.
 - 14.8.4. We or our affiliates may from time to time have a long or short position in any of the investments mentioned in any investment research and may buy or sell those investments.
 - 14.8.5. We or our affiliates may from time to time provide corporate finance or other services for or solicit or seek to obtain corporate finance or other business from any entity referred to in any investment research.
 - 14.8.6. All investment research is provided subject to the terms, notices, disclosures, disclaimers and notices contained therein.

15. FEES AND CHARGES

- 15.1. In respect of orders we broker, execute or arrange on your behalf that are subsequently executed by or with our affiliate(s), our affiliates' fees will be calculated on a commission basis and collected from you on each relevant Transaction or on such other basis as agreed between such affiliate(s) and you or as notified by them to you from time to time.
- 15.2. You will be responsible for the payment of any commissions, brokerage fees, transfer fees, registration fees, any applicable duties and taxes, and all other liabilities, charges, costs and expenses payable in connection with transactions effected or Services provided by us on your behalf or by our affiliate(s).
- 15.3. In the event that you request and we agree to exercise discretion incidental to providing any Services to you, you acknowledge and agree that we may receive goods or services ("Soft Dollars") from a custodian or a third party broker in consideration of directing execution business on your behalf to such custodian or third party broker provided that (i) the Soft Dollars received by us are of demonstrable benefit to you, and (ii) the execution of any transaction(s) by a custodian or third party broker is consistent with applicable best execution requirements and any fees, commissions or charges payable to such custodian or third party broker are not in excess of customary full-service brokerage rates.
- 15.4. In the course of providing Services to you, we may also pay or share fees, commissions or other non-monetary benefits to or with any other person to the extent permitted by applicable law, rule or regulation.

16. PAYMENTS

- 16.1. You agree to pay any amounts due to us by you as they become due regardless of any rights of equity, counterclaim or set-off which you may have against us and free and clear of, and without withholding or deduction for, any taxes of whatsoever nature, unless the same is required by any applicable laws, rules or regulations binding on you. In that event, unless otherwise agreed, you will pay such additional amounts as will result in the net amounts receivable by us (after taking account of such withholding or deduction) being equal to such amounts as would have been received by us had no such taxes been required to be withheld or deducted.
- 16.2. If on any date amounts which would otherwise be payable in the same currency both by us to you and by you to us, then we may aggregate the amounts so payable on such date and only the difference between the two aggregate amounts will be paid by the party owing the larger aggregate amount.
- 16.3. You authorise us to debit any of your accounts, whether held by us, the Custodian, a third party or our affiliate(s), to pay any amounts due to us pursuant to these Terms or any Transaction effected hereunder, including any of our fees.
- 16.4. If you fail to pay any amount when due and payable to us, we reserve the right to charge you interest on any such amount until the date payment is received by us at the effective cost to us of borrowing the due amount in the relevant money markets as determined in our absolute discretion. Interest will accrue on a daily basis and will be due and payable as a separate debt.
- 16.5. We may deduct or withhold all forms of tax from any payment if obliged to do so under applicable laws or rules binding on us. In accounting for tax or making deductions or withholdings of tax, we may estimate the amounts concerned. Any excess of such estimated amount over the final confirmed liability shall be credited or sent to you as soon as practicable after the determination of the final liability.

- 16.6. Except as otherwise required or determined by applicable law or market custom, you shall be solely responsible for all notices, filings, tax returns and reports on any transactions which must be made by you to any relevant authority, whether governmental or otherwise, and for the payment of all taxes (including without limitation any transfer, withholding or value added taxes), imports, levies or duties due from you on any income, dividends, principal or interest, or any other liability or payment arising out of or in connection with a transaction.
- 16.7. If we receive or recover any amount in respect of an obligation of yours in a currency other than that in which such amount was payable, whether pursuant to a judgment of any court or otherwise, you shall indemnify us and hold us harmless from and against any cost (including costs of conversion) and loss suffered by us as a result of receiving such amount in a currency other than the currency in which it was due.

17. LIABILITY AND INDEMNITY

- 17.1. We shall not be liable for any default of any counterparty, bank, custodian, sub-custodian or other entity which holds money, investments, property, assets or other documents of title on your behalf or with or through whom Transactions on your behalf are conducted.
- 17.2. We will not be liable for any or all losses suffered by you in connection with the Services howsoever arising whether under contract, tort or otherwise unless such loss directly arises from our gross negligence, wilful default or fraud.
- 17.3. You shall on demand indemnify and keep us, and our affiliates for each of our and their directors, officers, partners, employees and agents, and each of their respective heirs, successors and assigns (our "Officers") against any cost, taxes, expense, damage, loss or liability whatsoever which may be suffered or incurred by us or any of our Officers as a result of any Transaction, action or step taken by us under these Terms (including the costs of enforcing the same) unless, and then only to the extent that, such cost, expense, damage, loss or liability is finally judicially determined to be fraudulent, in wilful default or grossly negligent on our part or on the part of any of our Officers.
- 17.4. Neither we nor any of our Officers shall be liable for any loss arising from any act or omission of any agent or third party who performs Services pursuant to these Terms except to the extent that such loss is caused by wilful default, fraud or gross negligence in the selection of such agents or third parties on the part of us or our Officers.
- 17.5. In no event shall we or any of our Officers be liable for any loss of profits, goodwill, reputation, business opportunity or anticipated saving, or for indirect, consequential or special damages, howsoever arising, whether or not advice of the possibility of such loss or damages was provided.

18. CLIENT'S WARRANTIES

You hereby represent and warrant (which representations and warranties shall be deemed to be repeated by you on each date on which a Transaction is entered into under these Terms) that:

- 18.1. you have full power and authority to enter into these Terms, each Transaction and any other documentation relating thereto, and to perform your obligations thereunder and each Transaction;
- 18.2. you are an investor falling under the definition of "accredited investor", "institutional investor" or "expert investor" as defined in the SFA and as set out in Appendix 1 hereto, and you further undertake to inform us immediately and without delay once you no longer fall within such definition;
- 18.3. you will be liable to us or our affiliates (as applicable) in respect of all obligations and liabilities arising from Transactions effected on your instructions;

- 18.4. entering into these Terms or any Transaction contemplated hereunder will not violate or conflict with any law applicable to you, any provision or any constitutional documents or any charge, trust deed, contract or other instrument or any contractual restrictions applicable to, binding on or affecting you or any of your assets or oblige you to create any lien, security interest or encumbrance;
- 18.5. all governmental, regulatory and other consents that are required to have been obtained by you in relation to these Terms or any Transaction contemplated hereunder have been obtained and are in full force and effect and all conditions of any such consents have been complied with;
- 18.6. you will comply with all laws, rules, regulations and disclosure requirements of any relevant jurisdiction, exchange, market or regulatory authority which apply in respect of us, you or your investments from time to time;
- 18.7. you will promptly give (or procure to be given) to us such information and assistance as we may reasonably require to enable us to assist or achieve compliance with any of the obligations of these Terms, any Applicable Rules, rules of any exchanges or clearing corporations that we may transact with or on your behalf and the MAS Rules (including, without limitation, the MAS' Notice to Capital Markets Licensees and Exempt Persons on Prevention of Money Laundering and Countering the Financing of Terrorism [MAS Notice SFA04-N02]) in relation to the Services;
- 18.8. all investments to which these Terms apply are and will be so long as these Terms are in force, free from any impediment which would prevent any related transactions between you and us and are beneficially owned by you or the person or ultimate beneficiary on whose behalf you are acting directly or indirectly; and
- 18.9. you, or any individual placing orders with us on your behalf, are not in possession of or have access to any price sensitive or inside information or relevant information which would or may affect your ability to lawfully abide by these Terms or the MAS Rules or enter into any Transaction with us.

19. ASSIGNMENT AND AMENDMENT

- 19.1. The obligations under these Terms bind, and the rights will be enforceable by, the parties to these Terms and their respective successors, permitted assigns and personal representatives.
- 19.2. Subject to clause 16.3 below, neither you nor us may novate or assign any of your or our respective rights and/or obligations under these Terms, any corresponding transaction or any contract without the prior written consent of the other.
- 19.3. You hereby give your consent to us causing, at any time, all or any part of our rights and/or obligations under these Terms to be transferred to any of our affiliates (each a "Transferee") by delivering to you a substitution notice. Such transfer shall be without prejudice to then outstanding rights between you and us. Upon delivery of a substitution notice to you:
 - 19.3.1. your rights and obligations under these Terms will remain the same but you will be bound to the Transferee in place of us; and
 - 19.3.2. we will be released from our obligations to you in so far as these are assumed by the Transferee under this clause.
- 19.4. To the extent required by, or consequential to, any such transfer you agree to enter into further documentation and/or particular terms as we or any Transferee may reasonably require solely in order to make or facilitate the action envisaged in clause 19.3 above and to enter into such new arrangement with you concerning the Services under these Terms.
- 19.5. We will notify you of any material changes to our Terms by posting updated versions of the applicable documents on our website at www.jefferies.com.

19.6. Any amendment to these Terms shall take effect on such date as we shall specify (being not less than 10 days after the notification of the change(s) unless it is impracticable for us to do so). If you trade or continue to trade with us after the amendments to these Terms take effect, you will be deemed to have agreed to such amendments. We will trade or continue to trade with you in reliance of your agreement as such.

20. COMPLAINTS

If you have a complaint about us, you should raise it in the first instance with your usual Jefferies contact. If you are not satisfied with the response of your usual Jefferies contact (or if you prefer not to raise the matter with such person) you may communicate with our Compliance Officer directly in connection with your grievance or complaint.

21. NOTICES, INSTRUCTIONS AND OTHER COMMUNICATIONS

21.1. All correspondence, notices, certificates and statements of account ("Notices") may be provided to you by whatever means unless otherwise required by the MAS Rules. Any Notices will be sent or transmitted to you in accordance with your communication details and will be deemed to have been received (whether or not actually received) where we can demonstrate having sent or transmitted them.

21.2. All Notices will, in the absence of manifest error, be deemed correct, conclusive and binding on you if not objected to in writing by you within three days of receipt.

22. EVENTS OF DEFAULT

22.1. If:

22.1.1. you fail to make any payment or to deliver any Securities due to us, our affiliates or agents used by us in providing the Services to you or to perform any other obligation owed to us or any representation or warranty you make to us proves false or misleading either under these Terms or under any other agreement between you and us or our affiliates; or

22.1.2. you become unable to pay your debts as they fall due or become insolvent or bankrupt or become the subject of any insolvency, bankruptcy or administration proceedings (under any applicable rules);

22.1.3. a distress, attachment, execution or other legal process is levied, enforced or sued out on or against your assets and is not discharged or stayed within 14 days;

22.1.4. if any event occurs or circumstances arise which may in our reasonable opinion amount to a material adverse change in or a considerable risk to your financial position, in particular if you suspend payments or announces your intention to suspend payments, or any similar action is taken;

22.1.5. any other indebtedness of yours is or is declared to be or is capable of being rendered due and payable before its normal maturity by reason of any actual or potential default, event of default or the like (however described) or is not paid when due or, as a result of any actual or potential default, event of default or the like (however described), any facility relating to any such indebtedness is or is declared to be or is capable of being cancelled or terminated before its normal expiry date or any person otherwise entitled to use any such facility is not so entitled; or

22.1.6. a winding-up resolution is passed or a winding-up or administration order is made in respect of you or a receiver, liquidator, administrator or similar official is appointed in respect of you or any of your property (under any applicable rules);

- 22.2. Upon the occurrence of any event set out in Clause 22.1, there shall be deemed an event of default, and we shall be entitled, without prior notice to you, to take any or all of the following actions:
- 22.2.1. set-off or realise or sell any or all of the investments or monies and other property which we are holding or are entitled to receive on your behalf as we wish and in the order we deem fit, without having to give prior notice, on any exchange or market or by way of private contract, up to the amount of our claim in any indemnified sum, principal, interest, fees and all other incidental expenses and to apply the proceeds in or towards satisfaction of any obligation or liability you may have to us (including any contingent or prospective liability). We shall be entitled to act as the counterparty and purchase the investments and other property, whether on any stock exchange or market or by private contract, on the same terms as would apply to any other purchaser;
 - 22.2.2. terminate our agreement to provide the Services and treat any or all outstanding Transactions between you and us or our affiliated companies as having been cancelled or terminated; and/or
 - 22.2.3. set off any obligation we owe to you against any obligation or liability you may have to us (including any contingent or prospective liability); and/or
 - 22.2.4. instruct the close out, replacement or reversal of any Transaction, enter into any other Transaction or take, or refrain from taking, such other action at such time or times and in such manner as, at our sole discretion, we consider necessary or appropriate to cover, reduce or minimize our or affiliates' loss or liability under or in respect of any contracts, positions or commitments.
- 22.3. Without prejudice and in addition to any right of set-off or other similar right which we may be entitled to exercise whether by law or otherwise over any of your investments, monies or other property, your investments, monies and other property shall be subject to a general lien in our favour, insofar as there remain monies, claims, indebtedness, obligations and/or liabilities (regardless of their due date or currency) (whether actual or contingent, liquidated or otherwise) outstanding from you to us or our affiliates until all liabilities, including contingent liabilities, shall have been fully discharged and satisfied.
- 22.4. Without prejudice to the rights set out above, we shall also be entitled to apply any present, contingent and future investments, monies or other property and claims of yours or owing to you in or towards satisfaction of all or any of the monies, claims, indebtedness, obligations and/or liabilities (regardless of their due date or currency) whether actual or contingent, liquidated or otherwise which may now or at any time in the future be due owing or incurred by you to us or our affiliates until all liabilities, including contingent liabilities shall have been fully discharged and satisfied.

23. TERMINATION

- 23.1. Without prejudice to anything contained in clause 22, these Terms may be terminated by either you or us at any time upon either party giving to the other written notice of termination (to take effect immediately upon receipt or as otherwise specified in the notice or by applicable law).
- 23.2. Termination of these Terms pursuant to clause 23.1 shall be:
- 23.2.1. without prejudice to the completion of any Transaction or Transactions already initiated and any Transaction or all Transactions outstanding at the time of termination will be settled and delivery made;
 - 23.2.2. without prejudice to and shall not affect any accrued rights, existing commitments or any contractual provision intended to survive termination; and
 - 23.2.3. without penalty or other additional payment save that you will pay: (i) our outstanding fees and charges; (ii) any expenses incurred by us in the provision of the Services or under the

Terms payable by you; (iii) any additional expenses incurred by us in terminating; and (iv) any losses necessarily realised in settling or concluding outstanding obligations.

24. RIGHTS OF THIRD PARTIES

No person who is not a party to these Terms (other than any of our affiliates) may enforce any of the provisions or rely on any exclusion or limitation of liability contained herein.

25. CONFIDENTIALITY

25.1. We shall be under no duty to disclose to you any information in making any decision or taking any action in connection with the provision of the Services, or to take into account any information or other matters which come to our notice or the notice of any of our Officers:

25.1.1. where this would, or we reasonably believe that it would, be a breach of any duty of fidelity or confidence to any other person; or

25.1.2. which comes to the notice of one of our Officers, but does not come to the actual notice of the account executive or other individual providing you with the Service in question.

25.2. We and you will at all times keep confidential and shall not disclose to a third party any information of a confidential nature acquired in connection with the Terms or the Services, except for information which either of us is bound to disclose under compulsion of law or by request of regulatory agencies or to our respective professional advisers or, in our case, where disclosure to a third party such as an intermediary or clearing house is necessary in order to facilitate the proper performance of the Services.

25.3. In cases where you are not the ultimate beneficiary or where you are not the person(s) ultimately responsible for originating the order or instruction (together "Ultimate Owners") in relation to a Transaction to be executed with or through us, you agree and/or undertake:

25.3.1. to provide, or to have arrangements with the Ultimate Owners for them to provide, directly to us, or the MAS ("Regulators") information relating to the Ultimate Owners as required under the MAS Rules or as the Regulators may request, including without limitation, the name, identification number, date of birth / incorporation, address, nationality / place of incorporation, occupation and contact details of the Ultimate Owners, notwithstanding any rights to confidentiality or secrecy, whether in law or otherwise of you and/or the Ultimate Owners and/or any intermediary parties between you and the Ultimate Owners, within the time specified by us or the Regulators; and

25.3.2. your obligations under this clause 25.3 shall survive and continue to be effective and binding on you notwithstanding the closing of your account(s) and/or termination of your relationship with us.

26. PERSONAL DATA

26.1. You may have provided and may, from time to time, provide to us personal data concerning you or your directors, officers, employees under or pursuant to your investments or these Terms. You have the right to request access to and/or correction of such information. Any such request for access to and/or correction of your personal data should be in writing and addressed to us at our address for the time being in force. We may charge an administrative fee for the processing any request to access personal data.

26.2. Such personal data may be used by us, any member of the Jefferies LLC group of companies, or by any of our agents, contractors or any other third party which provides services to us (including

such third party who provides administrative, legal, telecommunications, computer, financial intermediary, payment, execution or clearing or other services to us in connection with the provision of the Services or otherwise in connection with the operation of our business, including without limitation any third party to whom we may have delegated our activities), within or outside Singapore. We may also disclose the information provided by you to (i) any actual or proposed assignee or transferee of Jefferies Singapore Limited (as the case may be) or participant or sub-participant of our rights or obligations in respect of you; (ii) any person to the extent required for us to defend our lawful interests, specifically for the purposes of defending or asserting our rights and interests against you or a third party insofar as such proceedings relate to our business relationship with you and (iii) any other person as may be required in order to comply with any applicable legal or regulatory requirements or as required for compliance with any applicable direction, request or requirement of any competent government or other authority.

27. FORCE MAJEURE

Whilst we will endeavour to comply with our obligations in a timely manner, we will incur no liability whatsoever for any partial or non-performance of our obligations by reason of any cause beyond our reasonable control including but not limited to any communications, systems or computer failure, market default, suspension, failure or closure, or the imposition or change (including a change of interpretation) of any law or governmental or regulatory requirement and we shall not be held liable for any loss you may incur as a result thereof.

28. MISCELLANEOUS

- 28.1. You acknowledge and agree that in conducting business with us pursuant to the Terms, you do not rely on, and shall have no remedy in respect of, any statement, representation, warranty or understanding (whether negligently or innocently made) of any person other than as expressly set out in the Terms.
- 28.2. Nothing in these Terms (or any of the arrangements contemplated by them) shall be deemed to create a partnership between you and us.
- 28.3. No failure to exercise or delay in exercising any right or remedy under the Terms shall constitute a waiver thereof and no single or partial exercise of any right or remedy under the Terms shall preclude or restrict any further exercise of such right or remedy. The rights and remedies contained in the Terms are cumulative and not exclusive of any rights and remedies provided by law.
- 28.4. If any provision in these Terms shall in whole or in part be held by any Court of competent jurisdiction to any extent to be illegal or unenforceable under any enactment or rule of law that provision or part shall to that extent be deemed not to form part of the Terms and the enforceability of the remainder of the Terms shall not be affected thereby.
- 28.5. You undertake to notify us as soon as possible in the event of any material change to your name or address.

29. GOVERNING LAW

- 29.1. The Terms and any dispute or claim arising out of or in connection with the Terms shall be governed by and construed in accordance with the laws of Singapore. The parties hereby irrevocably submit to the non-exclusive jurisdiction of the courts of Singapore for the purpose of hearing and determining any dispute arising out of or in any way relating to these Terms or their formation and for the purpose of enforcement of any judgment against the assets of the parties.

29.2. Where you do not have a permanent place of business in Singapore, you agree to appoint and keep appointed an agent in Singapore for the service of process and to notify us of the identity of such agent forthwith.

APPENDIX 1

DEFINITION OF VARIOUS INVESTORS

An "accredited investor" refers to

- (i) an individual:
 - (A) whose net personal assets exceed in value S\$2 million (or its equivalent in a foreign currency) or such other amount as MAS may prescribe in place of the first amount; and
 - (B) whose income in the preceding 12 months is not less than S\$300,000 (or its equivalent in foreign currency) or such other amount as MAS may prescribe in place of the first amount;
- (ii) a corporation with net assets exceeding \$10 million in value (or its equivalent in a foreign currency) or such other amount as MAS may prescribe, in place of the first amount, as determined by:
 - (A) the most recent audited balance-sheet of the corporation; or
 - (B) where the corporation is not required to prepare audited accounts regularly, a balance-sheet of the corporation certified by the corporation as giving a true and fair view of the state of affairs of the corporations as of the date of the balance-sheet, which date shall be within the preceding 12 months;
- (iii) the trustee of such trust as MAS may prescribe, when acting in that capacity;
- (iv) an entity (other than a corporation) with net assets exceeding \$10 million in value (or its equivalent in a foreign currency);
- (v) a partnership (other than a limited liability partnership within the meaning of the Limited Liability Partnerships Act 2005 (Act 5 of 2005)) in which each partner is an accredited investor;
- (vi) a corporation, the sole business of which is to hold investments and the entire share capital of which is owned by one or more persons, each of whom is an accredited investor; or
- (vii) such other person as MAS may prescribe.

An "institutional investor" means:

- (i) a bank that is licensed under the Banking Act (Cap. 19);
- (ii) a merchant bank that is approved as a financial institution under section 28 of the Monetary Authority of Singapore Act (Cap. 186);
- (iii) a finance company that is licensed under the Finance Companies Act (Cap. 108);
- (iv) a company or society registered under the Insurance Act (Cap. 142) as an insurer;
- (v) a company registered under the Trust Companies Act (Cap 336);
- (vi) the Government;
- (vii) a statutory body established under any Act;
- (viii) a pension fund or collective investment scheme;
- (ix) the holder of a capital markets services licence for:

- (A) dealing in securities;
 - (B) fund management;
 - (C) providing custodial services for securities;
 - (CA) real estate investment trust management;
 - (D) securities financing; or
 - (E) trading in future contracts;
- (x) a person (other than an individual) who carries on the business of dealing in bonds with accredited investors or expert investors;
 - (xi) the trustee of such trust as MAS may prescribe, when acting in that capacity;
 - (xii) a designated market-maker;
 - (xiii) a headquarters company or Finance and Treasury Centre which carries on a class of business involving fund management, where such business has been approved as a qualifying business in relation to that headquarters company or Finance and Treasury Centre under section 43E (2)(a) or 43G(2)(a) of the Income Tax Act (Cap. 134), as the case may be;
 - (xiv) a person resident in Singapore who undertakes fund management activity in Singapore on behalf of not more than 30 qualified investors;
 - (xv) a Service Company which carries on business as an agent of a member of Lloyds'; or
 - (xvi) such other person as MAS may prescribe.

An "expert investor" means —

- (i) a person whose business involves the acquisition and disposal, or the holding, of capital markets products, whether as principal or agent;
- (ii) the trustee of such trust as the MAS may prescribe, when acting in that capacity; or
- (iii) such other person as the MAS may prescribe.

APPENDIX 2

RISK WARNINGS AND FURTHER DISCLOSURES

Clients should note that there are significant risks inherent in investing in certain financial instruments and in certain markets. Investment in derivatives, futures, options and warrants may expose clients to risks which are different to those investors might expect when they invest in equities. Similarly, investment in shares issued by issuers in emerging markets (by which we mean those that have an underdeveloped infrastructure or which are less economically or politically stable as markets in developed countries) involves risks not typically associated with equities investment in well developed markets. Investment in any of the foregoing kinds of financial instruments is generally inappropriate for investors who do not understand and are not able to bear the risks involved. Among such risks, is the risk of losing the entire value of an investment or (in the case of certain derivative and other transactions) the risk of being exposed to liability over and above the initial investment. We set out below some specific risks and considerations for investors in relation to financial instruments of the type referred to above.

This information is not intended to constitute a comprehensive statement of all the risks to which investors might be exposed and there may be others that exist now or which may arise in the future. In light of the risks, you should undertake such transactions only if you understand the nature of the contracts (and contractual relationships) into which you are entering and the extent of your exposure to risk. You should carefully consider whether trading is appropriate for you in light of your experience, objectives, financial resources and other relevant circumstances.

Risk of securities trading

The prices of securities fluctuate, sometimes dramatically. The price of a security may move up or down, and may become valueless. It is as likely that losses will be incurred rather than profits made as a result of buying and selling securities.

Risk of client assets received or held outside Singapore

Client assets received or held outside Singapore are subject to the applicable laws and regulations of the relevant overseas jurisdiction which may be different from the Securities and Futures Act and the rules made thereunder. Consequently, such client assets may not enjoy the same protection as that conferred on client assets received or held in Singapore.

Deposited cash and property

You should familiarise yourself with the protections given to money or other property you deposit for domestic and foreign transactions, particularly in the event of a firm insolvency or bankruptcy. The extent to which you may recover your money or property may be governed by specific legislation or local rules. In some jurisdictions, property which had been specifically identifiable as your own will be pro-rated in the same manner as cash for purposes of distribution in the event of a shortfall.

Risk of margin trading

The risk of loss in financing a transaction by deposit of collateral is significant. You may sustain losses in excess of your cash and any other assets deposited as collateral with the licensed or registered person. Market conditions may make it impossible to execute contingent orders, such as "stop-loss" or "stop-limit" orders. You may be called upon at short notice to make additional margin deposits or interest payments. If the required margin deposits or interest payments are not made within the prescribed time, your collateral may be liquidated without your consent. Moreover, you will remain liable for any resulting deficit in your account and interest charged on your account. You should therefore carefully consider whether such a financing arrangement is suitable in light of your own financial position and investment objectives.

Commission and other charges

Before you begin to trade, you should obtain a clear explanation of all commission, fees and other charges for which you will be liable. These charges will affect your net profit (if any) or increase your loss.

Transactions in other jurisdictions

Transactions on markets in other jurisdictions, including markets formally linked to a domestic market, may expose you to additional risk. Such markets may be subject to regulation which may offer different or diminished investor protection. Before you trade you should enquire about any rules relevant to your particular transactions. Your local regulatory authority will be unable to compel the enforcement of the rules of regulatory authorities or markets in other jurisdictions where your transactions have been effected. You should ask the firm with which you deal for details about the types of redress available in both your home jurisdiction and other relevant jurisdictions before you start to trade.

Currency risks

The profit or loss in transactions in foreign currency-denominated contracts (whether they are traded in your own or another jurisdiction) will be affected by fluctuations in currency rates where there is a need to convert from the currency denomination of the contract to another currency.

Trading facilities

Electronic trading facilities are supported by computer-based component systems for the order-routing, execution, matching, registration or clearing of trades. As with all facilities and systems, they are vulnerable to temporary disruption or failure. Your ability to recover certain losses may be subject to limits on liability imposed by the system provider, the market, the clearing house and/or participant firms. Such limits may vary: you should ask the firm with which you deal for details in this respect.

Electronic trading

Trading on an electronic trading system may differ from trading on other electronic trading systems. If you undertake transactions on an electronic trading system, you will be exposed to risks associated with the system including the failure of hardware and software. The result of any system failure may be that your order is either not executed according to your instructions or is not executed at all.

Off-exchange transactions

In some jurisdictions firms are permitted to effect off-exchange transactions. The firm with which you deal may be acting as your counterparty to the transaction. It may be difficult or impossible to liquidate an existing position, to assess the value, to determine a fair price or to assess the exposure to risk. For these reasons, these transactions may involve increased risks. Off-exchange transactions may be subject to a separate regulatory regime. Before you undertake such transactions, you should familiarise yourself with applicable rules and attendant risks.

Emerging Markets

Investors should be aware that there may be potential risks posed by volatile political, legal and commercial conditions in emerging markets which may affect the value of or result in the loss of investments. The quality and reliability of official data published by governments and their agencies in emerging markets might not be equivalent to that available in developed markets. In addition, the absence of developed securities markets as well as potentially underdeveloped banking and telecommunications systems in such countries may give rise to greater custody, settlement, clearing and registration risks. Foreign investment in issuers in emerging markets may be restricted - sometimes such restrictions may not be published and investors may not be readily made aware of them. In such circumstances, there may be

restrictions on repatriation of capital or an investment may have to be scaled down to comply with local foreign ownership restrictions.

Options

There are many different types of options with different characteristics subject to the following conditions.

Buying options: Buying options involves less risk than selling options because, if the price of the underlying asset moves against you, investors can simply allow the option to lapse. The maximum loss is limited to the premium, plus any commission or other transaction charges. However, if investors buy a call option on a futures contract and investors later exercise the option, they will acquire the future. This will expose investors to the risks described under in relation to futures and contingent liability investment transactions.

Writing options: If investors write an option, the risk involved is considerably greater than buying options. Investors may be liable for margin to maintain their position and a loss may be sustained well in excess of the premium received. By writing an option, investors accept a legal obligation to purchase or sell the underlying asset if the option is exercised against them however far the market price has moved away from the exercise price. If you already own the underlying asset which you have contracted to sell (when the options will be known as "covered call options") the risk is reduced. If you do not own the underlying asset ("uncovered call options") the risk can be unlimited. Only experienced persons should contemplate writing uncovered options, and then only after securing full details of the applicable conditions and potential risk exposure.

Traditional options: Certain London Stock Exchange member firms under special exchange rules write a particular type of option called a "traditional option". These may involve greater risk than other options. Two-way prices are not usually quoted and there is no exchange market on which to close out an open position or to effect an equal and opposite transaction to reverse an open position. It may be difficult to assess its value or for the seller of such an option to manage his exposure to risk.

Certain options markets operate on a margined basis, under which buyers do not pay the full premium on their option at the time they purchase it. In this situation you may subsequently be called upon to pay margin on the option up to the level of your premium. If you fail to do so as required, your position may be closed or liquidated in the same way as a futures position.

APPENDIX 3

DISCLOSURES, TERMS AND OTHER MATTERS RELATING TO TRADING ON SINGAPORE EXCHANGE SECURITIES TRADING LIMITED ("SGX-ST") AND CLEARING ON CENTRAL DEPOSITORY (PTE) LIMITED ("CDP")

"[T]he Customer" below refers to you.

1. Liability of CDP

This statement is provided to the Customer as required by the Rules of the CDP.

The Customer acknowledges that it has been notified of Rule 1.1.1 to 1.1.4 of the Clearing Rules of CDP (as reproduced below) and that the same is acceptable to the Customer.

Reproduction of Rule 1.1.1 to 1.1.4 of the Clearing Rules of CDP

- 1.1.1 These Clearing Rules apply to all dealings in securities and Exchange Trades, and all trades in Futures Contracts which are cleared through CDP. The Clearing Rules operate as a binding contract between CDP and each Clearing Member, and between a Clearing Member and any other Clearing Member.
- 1.1.2 These Clearing Rules shall come into effect on the Effective Date.
- 1.1.3 Except where CDP otherwise expressly agrees with or expressly commits itself to any party, the benefit of any performance by CDP of its obligations under these Clearing Rules and/or Clearing Directives is restricted only to Clearing Members. CDP shall have no liability to any other party (including Trading Members). In particular, CDP shall have no liability to any party affected or aggrieved by any alleged action or omission of CDP or any of the directors, officers or employees of CDP.
- 1.1.4 All Clearing Members are to note the foregoing and ensure that they are taking on membership, and/or carrying on business, as Clearing Members, and that they transact and will transact by reference to CDP or upon information or action referable to CDP, only on the foregoing basis, and will also ensure that they will not open or allow the continued operation of any account for any person with respect to any transaction unless such person has been notified of the foregoing provisions and has satisfied itself that the same is acceptable and accepts the same.

2. Position limits

A member company is required by Rule 18.5 (Position Limits) of the Rules of SGX-ST (as reproduced below) to inform its client of the applicable position limits and that the member company will not accept any order from the client if the member company has reason to believe that the client, acting alone or in concert with others, has exceeded or is attempting to exceed such position limits.

The Customer acknowledges that it has been made aware of the position limits currently set out in Rule 18.5 as reproduced below. The Customer agrees to comply with such requirements as well as any other position or other limits as may be imposed by us.

Reproduction of Rule 18.5.1, 18.5.2, 18.5.4 and 18.5.7

18.5.1 Members Prohibited from Opening Transactions that would Violate Individual Position Limits

Except with the prior written approval of SGX-ST in each instance, no Trading Member shall, for any account in which it has an interest or for the account of any customer, effect an opening

transaction in an Option of any Class dealt on SGX-ST if that Trading Member has reason to believe that as a result of such transaction the Trading Member or its customer would, acting alone or in concert with others directly or indirectly, hold or control or be obligated in respect of an aggregate position (whether short or long) in excess of the individual position limits set out as follows:

- (1) 2,000 Options on the same side of the market where the issued capital of the issuer of the underlying securities is less than 400 million shares. The aggregate position limit for both sides of the market shall accordingly be 4,000 Options.
- (2) 3,000 Options on the same side of the market where the issued capital of the issuer of the underlying securities is between 400 million and 600 million shares (both numbers inclusive). The aggregate position limit for both sides of the market shall accordingly be 6,000 Options.
- (3) 4,000 Options on the same side of the market where the issued capital of the issuer of the underlying securities is more than 600 million shares. The aggregate position limit for both sides of the market shall accordingly be 8,000 Options.

18.5.2 Market Position Limits

Notwithstanding Rule 18.5.1 the total number of outstanding Options on both sides of the market of any underlying security shall not exceed 15% of the issued capital of the issuer of the underlying security. This limit shall be known as the market position limit.

18.5.3 Position Limits Subject to Change

SGX-ST may from time to time vary the individual position and market position limits in Rules 18.5.1 and 18.5.2 respectively by a circular issued to all Trading Members, such new position limits to take effect on such date specified therein. Such new position limits shall not, unless otherwise stated, affect existing Options positions.

18.5.4 Definition of "Control"

- (1) For purposes of aggregation of Option positions under Rule 18.5.1, control may be presumed by SGX-ST:
 - (a) when a person has the power or ability to make investment decisions for an Options trading account; or
 - (b) when a person has the power or ability to influence directly or indirectly the investment decisions of any person who makes investment decisions for an Options trading account. A person who has such power or ability shall be presumed to control such account unless and until the presumption is rebutted by evidence and a determination to the contrary has been made by SGX-ST.
- (2) Control will be presumed in the following circumstances:
 - (a) among all parties to a joint account who have authority to act on behalf of the Options trading account;
 - (b) when a person holds an ownership interest of 10% or more in a Corporation (ownership interest of less than 10% will not preclude aggregation);
 - (c) when Option trading accounts have common directors or management; or
 - (d) where a person or entity has the authority to execute transactions in an Options trading account.

3. Exchange Options Transactions

A member company is required by Rule 18.7.3 of SGX-ST to obtain from its client a written undertaking upon the approval of the client's options trading account.

Upon the approval of the Customer's options trading account with us, the Customer undertakes, agrees and acknowledges that:

- (a) all options transactions shall be subject to the Rules and Directives of SGX-ST and all Applicable Rules and MAS Rules;
- (b) the Customer will not violate, either alone or in concert with others, the individual position limits established pursuant the Rules and Directives of SGX-ST;
- (c) the Customer has received (1) an explanatory booklet (together with all updates thereto) containing information to investors on the trading of Options; and (2) a risk disclosure statement for the time being prescribed by the Options Clearing Company (Pte) Limited, and the Customer has read and understood the contents thereof and is aware of the special risks involved in the trading of options as outlined therein;
- (d) if at any time the Customer should exceed the individual position limits prescribed by SGX-ST, his outstanding options positions in excess of the individual position limit shall be liable to be closed out and any losses, charges and expenses arising from the closing of his options positions shall be charged to his account; and
- (e) the Customer shall at all times promptly furnish, maintain and top-up such deposits and margins as shall be required by us from time to time in respect of the short positions in its options trading account.

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