



NEW ACCOUNT APPLICATION FORM – INDIVIDUAL CLIENTS

1. Name: _____ (please print)
Address: _____ Apt/Number Street
Address: _____ City Province Postal Code
SIN Number: _____ - _____ - _____
Telephone: _____ Home Business
Other Fax
Email: _____
Date of Birth: _____ / _____ / _____
dd mm yy

Instruction: As per section 5.5 of Fulcra’s Policies and Procedures Manual, a photocopy of each person’s passport or government issued driver’s license must be attached to this form.

2. Client’s Employer
Name: _____
Address: _____
Type of Business: _____
Client’s Occupation: _____

3. Is the client an insider or control person of a reporting issuer (i.e. 10% or 20% ownership / control respectively)?
Yes No
If Yes, please name the reporting issuer _____

4. Family Information

Spouse or Common-law Partner's Name: _____

Number of Dependents: _____

Spouse or Common-law Partner's Occupation: _____

5. Will any other person or persons:

a) Have trading authorization in this account? (Trading Authorization held by a third party for the client's account must be documented)

Yes No

(If Yes provide Particulars) _____

b) Have a financial interest in or direct the operation of this account?

Yes No

(If Yes, provide Particulars) _____

Instruction: If the answer to either of these questions is "yes", the particulars must include the name, occupation and location of the person, together with a description of their relationship to the client.

6. The *Proceeds of Crime (Money Laundering) and Terrorism Financing Act* (PCMLTFA) requires us to determine if an account holder is a **Politically Exposed Foreign Person** (PEFP). Are you a PEFP?

Yes No

A definition for the above term can be found in Appendix 1

7. INVESTMENT KNOWLEDGE

Extensive _____
 Moderate _____
 None _____

RISK TOLERANCE

Low _____
 Medium _____
 High _____

INVESTMENT OBJECTIVES

Income _____
 Growth _____
 - short term _____
 - long term _____
 Balanced _____

TIME HORIZON

1 – 3 yrs. _____
 4 – 5 yrs. _____
 6 – 9 yrs. _____
 10 yrs. or more _____

INDIVIDUAL INCOME

Under \$20,000 _____
 \$20 – 50,000 _____
 \$50 – 100,000 _____
 Over \$100,000 _____

HOUSEHOLD NET WORTH

Under \$25,000 _____
 \$25,000 – 50,000 _____
 \$50,000 – 100,000 _____
 \$100,000 – 250,000 _____
 Over \$250,000 _____

KNOWLEDGE OF HEDGE FUND PRODUCTS

Is the client invested in other hedge fund products?

Yes No

8. Are any of the Funds to be invested being borrowed?

Yes No (If yes, please refer to schedule 'A')

9. INTENDED USE OF ACCOUNT (e.g. cash management, long-term investing, etc.)

Instruction: The information and documents required by this section must be obtained not later than 30 days after the client's account is first open. If this information and documents are not obtained within 30 days, Fulcra cannot effect any further transactions in the account.

 Signature of Subscriber

 Authorized Signature(s)

This subscription is accepted by Fulcra Asset Management Inc. on behalf of the Fund this _____ day of _____, 20__.

Fulcra Asset Management Inc.

Per:

 Authorized Signatory

APPENDIX 1

POLITICALLY EXPOSED FOREIGN PERSON DETERMINATION

A “politically exposed foreign person” means a person who holds or has held one of the following offices or positions in or on behalf of a foreign state:

- The head of state or head of government;
- Member of the executive council of government or member of a legislature;
- Deputy minister or equivalent rank;
- Ambassador or attaché or counselor of an ambassador;
- Military officer with a rank of general or above;
- President of a state-owned company or state-owned bank;
- Head of a government agency,
- Judge
- Leader or president of a political party represented in a legislature; or
- Any of the foregoing person’s spouse or common-law partner, child, mother, father, mother or father of the person’s spouse or common-law partner or child of the person’s mother or father (i.e. half-brother or half-sister)

Schedule 'A'

DISCLOSURE OF THE RISKS INVOLVED IN BORROWING TO INVEST (LEVERAGE)

Investments may be purchased using available cash, or a combination of cash and borrowed money. If cash is used to pay for investments in full, the percentage gain or loss will equal the percentage increase or decrease in the value of the investment. The purchase of investments using borrowed money magnifies the gain or loss on the cash invested. This effect is called leveraging.

For example, if \$100,000 of investments are purchased and paid for with \$25,000 from available cash and \$75,000 from borrowings, and the value of the investments declines by 10% to \$90,000, your equity interest (the difference between the value of the investment portfolio and the amount borrowed) has declined by 40%, i.e. from \$25,000 to \$15,000.

It is important that an investor proposing to borrow for the purchase of investing be aware that a leveraged purchase involves greater risk than a purchase using cash resources only.

To what extent a leveraged purchase involves undue risk is a determination to be made by each purchaser and will vary depending on the circumstances of the purchaser and the type of investments purchased.

It is also important that the investor be aware of the terms of a loan secured by a portfolio of investments. The lender may require that the amount outstanding on the loan not rise above an agreed percentage of the market value of the portfolio. Should this occur, the borrower must pay down the loan or sell investments so as to return the loan to the agreed percentage relationship. In our example above, the lender may require that the loan not exceed 75% of the market value of the portfolio. On a decline of value of the portfolio to \$90,000 the borrower must reduce the loan to \$67,500 (75% of \$90,000). If the borrower does not have cash available, the borrower must sell investments at a loss to provide money to reduce the loan.

Money is, of course, also required to pay interest on the loan. Under these circumstances, investors who leverage their investment are advised to have adequate financial resources available both to pay interest and also to reduce the loan if the borrowing arrangements require such a payment.