

PENSON FINANCIAL SERVICES, INC  
AND/OR BROKER DEALERS  
FOR WHICH IT CLEARS

DEPOSIT SECURITIES REQUEST  
FOR BULLETIN BOARD, PINK SHEET AND UNREGISTERED SECURITIES

Indicate Type:    Physical Certificate Deposit    DWAC/DRS Transfer from Issuer    Other Transfer \_\_\_\_\_

Security Owner Name:	Account #:
Shareholder Address:	Occupation:

**Security Description:**

Issuer/Company Name:		
Issuer Address:		Issuer Phone:
State of Registration:		Where are shares traded?
Certificate No.:	Ticker Symbol:	No. of Shares:
CUSIP:	Total Shares Outstanding (most recent public filing):	Approx Value: \$
	Total Shares Outstanding (per Transfer Agent):	Most current trading price: Date:
Fully reporting: Y/N	Current Filer: Y/N	

**Security Owner Questionnaire:**

1	Security Deposit Reason (e.g. safekeeping; resale):	
2	How long a client of this correspondent?	
3	Has the client or any affiliated accounts deposited shares of this issue within the last 90 days? If yes, please explain:	
4	Does the client intend to deposit more shares in the future?	
5	If yes to #4, how many?	
6	Date Security was Acquired:	
7	Were shares acquired thru purchase, as payment for services/compensation or Note/Debt conversion :	Y/N
8	If yes to #7, attach verification and/or explanation	Attached Y/N
9	Security acquired from (the "Prior Owner"):	Y/N
10	If Prior Owner and Issuer are not the same, indicate Prior Owner's purchase date, seller's name, and amount/manner of payment:	
11	Was the prior owner an officer, director, affiliate, control or 10% holder of the securities at the time, or within 90 days of Owner's receipt of the security?	Y/N

12	If answered yes to #11, please explain.	
13	Is client currently selling shares thru any other broker dealer?	
14	How many shares of the Issuer are owned or controlled, directly or indirectly, by you?	
15	How many shares, if any, have been sold by you?	
16	How many shares have been issued to, or transferred to, the shareholder within the last year?	
17	Is the Security restricted from resale for any reason? If so, what is the basis for the restriction? When does the restriction end?	
18	If restricted, may the shares be sold with prospectus before the end of the restrictive period? If so, how soon?	
19	Was the Security covered by a current registration statement when acquired? (if yes, explain, including type of registration e.g. S-1, Form 20, etc.)	
20	Was the Security exempt from SEC registration when you acquired it? (if yes, describe exemption relied upon)	
21	If a non-SEC reporting company, please list Officers and Affiliates	
22	Has the Issuer been through a recent name change? If so, what was (or were) previous name(s)?	
23	Was Issuer a shell company when shares issued? If so, are the corporate headquarters located in the same state that the shares were issued? In which state were shares issued?	
24	Are you, or have you been, an officer, director, affiliate, control person or 5% owner of the Issuer? (If yes, provide position and dates of duties held)	
25	Is client, or any family member, a present or past officer, director, employee, control person, insider or large shareholder (10% or greater)?	Y/N
26	If yes to #23, please explain	
27	% of total outstanding shares the shareholder holds:	
28	Have you made any payment to any other person in connection with the sale of the security? (e.g. commission)	
29	Have you made any arrangements for buy orders in connection with the sale of the security?	

30	Are there any stops or restrictions on shares?	Y/N
31	If yes, type of stop or restriction:	
32	If restricted, what safe – harbor is being used to resell shares?	
33	If Free-trading, are the shares registered?	Y/N
34	If Registered, type of registration (S-1, S-8 etc)	
35	Is the registration statement effective?	Y/N
36	If not Registered, what safe harbor or exemption was used to create free trading shares or resell shares?	
37	Other information regarding security deposit that you would like to provide:	

The undersigned hereby represents that the information provided above is true and correct. The undersigned understands that Penson Financial Services, Inc. will be relying on such information in determining whether to accept orders for the sale of the undersigned’s securities. As condition to Penson Financial Services, Inc.’s acceptance of any sale, the undersigned hereby agrees to the Terms and Conditions attached hereto:

\_\_\_\_\_  
(Name/Title of Entity)

\_\_\_\_\_  
(Security Owner Signature)

\_\_\_\_\_  
(Date)

**Transfer Agent Verification: (For Broker Use Only)**

Transfer Agent:	Address:
Contact Person:	Telephone:
Date Verified:	By:
Is this Issue DTC eligible? If not, are you submitting a request to make eligible?	

Notes: \_\_\_\_\_  
\_\_\_\_\_

**Broker Approval:**

The undersigned Registered Representative, Register Principal, and CCO have carefully reviewed this Deposited Securities Request and the appropriate supporting documents. Each represents to Penson Financial Services, Inc. that to his/her best knowledge the information is true and correct and is made in compliance with all applicable federal and state securities laws and regulations.

\_\_\_\_\_  
Name of Introducing Broker

\_\_\_\_\_  
Contact Phone #

\_\_\_\_\_  
(Representative Name)

\_\_\_\_\_  
(Representative Signature)

\_\_\_\_\_  
(Date)

\_\_\_\_\_  
(Principal Name, other than CCO)

\_\_\_\_\_  
(Principal Signature)

\_\_\_\_\_  
(Date)

\_\_\_\_\_  
(CCO Name)

\_\_\_\_\_  
(CCO Signature)

\_\_\_\_\_  
(Date)

## TERMS AND CONDITIONS

In consideration of Penson Financial Services, Inc. (PFSI) accepting this Deposited Securities Checklist, the Security Owner understands and agrees to each of the following:

1. The Security Owner agrees to keep the foregoing Questionnaire information up to date and current with PFSI as long as the Security shares are being sold.
2. The Security Owner agrees to indemnify and hold PFSI harmless from and against any and all claims, damages, liabilities and expenses which PFSI incurs as a result of or in connection with any inaccuracy or omission in the Security Owner's responses to the Questionnaire.
3. To cooperate with any internal or external audit or regulatory inquiry relating to this Deposited Securities Checklist by providing any information or documentation reasonably requested by PFSI to support the information provided in the Questionnaire and any Security sale executed in accordance with the Securities Laws (as defined below). This obligation to cooperate will remain in effect before and after the completion of the transfer of the assets.
4. The acceptance of any sale of the related securities are expressly subject to the Security Owner's strict adherence to all applicable federal securities laws, including, without limitation, those described below (the "Securities Laws"):

**Selling Unregistered Securities:** Federal securities law make it unlawful for a person to make use of any means or instrument of interstate commerce or of the mails to sell a security which has not been registered, or to deliver through the mail a security which has not been registered. Accordingly, unless a person can apply an exemption to its sales of securities, all securities sold are required to be registered pursuant to Section 5 of the Securities Act of 1933 (the "1933 Act").

**Securities Fraud:** Federal securities law make it unlawful for any person to offer or sell securities by the use of any means of interstate communication or transportation, including the mails, in order to employ a scheme to defraud, to obtain money by omitting material information, or to engage in a course of business that would operate as a fraud on the purchaser.

**Insider Trading:** Federal securities law prohibits insider trading, which generally refers to buying or selling a security, in breach of a fiduciary duty or other relationship of trust and confidence, while in possession of material, nonpublic information about the security. Insider trading violations may also include "tipping" such information, securities trading by the person "tipped", and securities trading by those who misappropriate such information.

**Market Manipulation:** Market manipulation describes a deliberate attempt to interfere with the free and fair operation of the market and create artificial, false or misleading appearances with respect to the price of, or market for, a security, commodity or currency. Market manipulation is prohibited under federal securities law. Market manipulation can occur in multiple ways, including:

- **Pools** – Agreements, often written, among a group of traders to delegate authority to a single manager to trade in a specific stock for a specific period of time and then to share in the resulting profits or losses.
- **Churning** – Placing both buy and sell orders at about the same price. The increase in activity is intended to attract additional investors, and increase the price.
- **Runs** – Creating activity or rumors in order to drive the price of a security up. This activity is usually referred to as "Painting the Tape."
- **Ramping** (the market) – Actions designed to artificially raise the market price of listed securities and to give the impression of voluminous trading, in order to make a quick profit.
- **Wash sale** – Selling and repurchasing the same or substantially the same security for the purpose of generating activity and increasing the price.
- **Bear raid** – Attempting to push the price of a stock down by heavy selling or short selling.

**Anti-Money Laundering:** The Bank Secrecy Act (BSA), and its implementing regulations, is a tool the U.S. government uses to fight drug trafficking, money laundering, and other crimes. Congress enacted the BSA to prevent banks and other financial service providers from being used as intermediaries for, or to hide the transfer or deposit of money derived from, criminal activity. Federal law makes money laundering a criminal act. Money laundering is the criminal practice of filtering ill-gotten gains or “dirty” money through a maze or series of transactions, so the funds are “cleaned” to look like proceeds from legal activities.

Revised 2/2010