**Dear Mr. \_\_\_\_\_\_\_\_\_\_\_\_\_,**

It is our great pleasure that you show your interest and faith in us regarding your investments in Equity, Commodity, and Forex market. As you know we are a Securities and Exchange Board of India registered Investment Adviser and based at Indore, Madhya Pradesh. After analyzing your personal information, as a result, we found your age is sixty year and above and retire from your employment or we can say now you are in life-enjoy mode. As you now that time is sources of income are very narrow and the generation of income is not frequently. According to the conventional model the proper asset allocation for your age group is 30% investment engaged in equity or rest 70% is debt but in this conventional mode the median age is 80 year but in India, this figure is 70 years. This is our responsibility to inform you that market is always full of opportunities with full of risk.

 Smart Monet Financial Service (hereafter “Investment Adviser” or “Smart Money”) hereby inform you about the risks that you may be exposed to when conducting transactions with instruments and warns about possible losses that may be incurred when receiving investment advisory services from smart money. The smart money provide a list of the type of risk below is not exhaustive and includes only the most essential risk which are involved in market or in investment activity.

**BASIC RISK**

**Systematic risk-** This risk purely depended on the functioning of a particular security or instrument in the market.

**Unsystematic risk-** The risk of a specific participant of the security and instruments of market: a Client, a Depositary, a stock broker, a stock sub stock, a stock broker agent, a listed or issuer company, market regulators and government. The investment adviser has not reach to reduce this risk.

**Tax risk-** the risk that changes in tax laws might cause a decrease on the investments. **Political risk**- the risk adverse changes in the political situation in the country and world.

**Information and technology risk-** the risk arising from sometime lack of information and deficiency in technological instrument and sources of information technology.

**RISK RELATED TO VARIOUS TYPES OF TRANSACTIONS**

Hope so your stock broker/sub broker have already inform for this part of risk.

With this letter we attach a declaration form, please send back or you give your confirmation on our registered mail ID.

With Regards,

 Smart Money Financial Services

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| **DECLARATION OF UNDERSTANDING OF RISKS INVOLVED IN TRANSACTION AND WILLFUL INVESTMENT**  |
| Name of Client Mr. \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_  |
| Age \_\_\_\_\_\_\_\_\_\_\_\_\_  |
| Contact Number **\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_**  |
| Risk Profile \_\_\_\_\_\_  |
| I confirm that the information of my age and risk profile is correct and the investment adviser informed me to risk involved in the market. I have my own retirement funds and willing to invest in equity, commodity and forex market for that no one compelled me for that and I engaged with Smart Money Financial Services and appointed as my investment adviser. I also confirm that the Smart Money Financial Services only provide the investment advisory services. Name of Client \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_**Date: \_\_\_\_\_\_\_\_\_\_\_** **Place : \_\_\_\_\_\_\_\_\_\_\_** |