

**Disclosure Document**  
of  
**Kingdom Trading, LLC**

**A Commodity Trading Advisor**  
**(NFA ID 0371830)**

1140 Nursery Avenue  
Metairie, LA 70005  
(504) 400-0576

**November 1, 2009**

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**Diversified Short Option Program**

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Minimum Investment  
\$100,000

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**THE COMMODITY FUTURES TRADING COMMISSION HAS NOT PASSED UPON THE MERITS OF PARTICIPATING IN THIS TRADING PROGRAM NOR HAS THE COMMISSION PASSED ON THE ADEQUACY OR ACCURACY OF THIS DISCLOSURE DOCUMENT.**

## **RISK DISCLOSURE STATEMENT**

**THE RISK OF LOSS IN TRADING COMMODITIES CAN BE SUBSTANTIAL. YOU SHOULD THEREFORE CAREFULLY CONSIDER WHETHER SUCH TRADING IS SUITABLE FOR YOU IN LIGHT OF YOUR FINANCIAL CONDITION. IN CONSIDERING WHETHER TO TRADE OR TO AUTHORIZE SOMEONE ELSE TO TRADE FOR YOU, YOU SHOULD BE AWARE OF THE FOLLOWING:**

**IF YOU PURCHASE A COMMODITY OPTION YOU MAY SUSTAIN A TOTAL LOSS OF THE PREMIUM AND OF ALL TRANSACTION COSTS.**

**IF YOU PURCHASE OR SELL A COMMODITY FUTURE OR SELL A COMMODITY OPTION YOU MAY SUSTAIN A TOTAL LOSS OF THE INITIAL MARGIN FUNDS AND ANY ADDITIONAL FUNDS THAT YOU DEPOSIT WITH YOUR BROKER TO ESTABLISH OR MAINTAIN YOUR POSITION. IF THE MARKET MOVES AGAINST YOUR POSITION, YOU MAY BE CALLED UPON BY YOUR BROKER TO DEPOSIT A SUBSTANTIAL AMOUNT OF ADDITIONAL MARGIN FUNDS, ON SHORT NOTICE, IN ORDER TO MAINTAIN YOUR POSITION. IF YOU DO NOT PROVIDE THE REQUESTED FUNDS WITHIN THE PRESCRIBED TIME, YOUR POSITION MAY BE LIQUIDATED AT A LOSS, AND YOU WILL BE LIABLE FOR ANY RESULTING DEFICIT IN YOUR ACCOUNT.**

**UNDER CERTAIN MARKET CONDITIONS, YOU MAY FIND IT DIFFICULT OR IMPOSSIBLE TO LIQUIDATE A POSITION. THIS CAN OCCUR, FOR EXAMPLE, WHEN THE MARKET MAKES A "LIMIT MOVE".**

**THE PLACEMENT OF CONTINGENT ORDERS BY YOU OR YOUR TRADING ADVISOR, SUCH AS A "STOP-LOSS" OR "STOP-LIMIT" ORDER, WILL NOT NECESSARILY LIMIT YOUR LOSSES TO THE INTENDED AMOUNTS, SINCE MARKET CONDITIONS MAY MAKE IT IMPOSSIBLE TO EXECUTE SUCH ORDERS.**

**A "SPREAD" POSITION MAY NOT BE LESS RISKY THAN A SIMPLE "LONG" OR "SHORT" POSITION.**

**THE HIGH DEGREE OF LEVERAGE THAT IS OFTEN OBTAINABLE IN COMMODITY TRADING CAN WORK AGAINST YOU AS WELL AS FOR YOU. THE USE OF LEVERAGE CAN LEAD TO LARGE LOSSES AS WELL AS GAINS.**

**IN SOME CASES, MANAGED COMMODITY ACCOUNTS ARE SUBJECT TO SUBSTANTIAL CHARGES FOR MANAGEMENT AND ADVISORY FEES. IT MAY BE NECESSARY FOR THOSE ACCOUNTS THAT ARE SUBJECT TO THESE CHARGES TO MAKE SUBSTANTIAL TRADING PROFITS TO AVOID DEPLETION OR EXHAUSTION OF THEIR ASSETS. THIS DISCLOSURE DOCUMENT CONTAINS, AT PAGE 7, A COMPLETE DESCRIPTION OF EACH FEE TO BE CHARGED TO YOUR ACCOUNT BY THE COMMODITY TRADING ADVISOR.**

**THIS BRIEF STATEMENT CANNOT DISCLOSE ALL THE RISKS AND OTHER SIGNIFICANT ASPECTS OF THE COMMODITY MARKETS. YOU SHOULD THEREFORE CAREFULLY STUDY THIS DISCLOSURE DOCUMENT AND COMMODITY TRADING BEFORE YOU TRADE, INCLUDING THE DESCRIPTION OF THE PRINCIPAL RISK FACTORS OF THIS INVESTMENT, AT PAGE 8.**

**THIS COMMODITY TRADING ADVISOR IS PROHIBITED BY LAW FROM ACCEPTING FUNDS IN THE TRADING ADVISOR'S NAME FROM A CLIENT FOR TRADING COMMODITY INTERESTS. YOU MUST PLACE ALL FUNDS FOR TRADING IN THIS TRADING PROGRAM DIRECTLY WITH A FUTURES COMMISSION MERCHANT.**

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## THE ADVISOR AND ITS TRADING PRINCIPALS

**Kingdom Trading, LLC (the “Advisor”)** organized under the laws of Louisiana as a Limited Liability Company in May 2006. It became registered with the Commodity Futures Trading Commission (the “CFTC”) as a Commodity Trading Advisor (“CTA”) and a Member of the National Futures Association (the “NFA”) on August 29, 2006. The principal office of the Advisor is 1140 Nursery Avenue, Metairie, LA 70005; telephone: 504.400.0576.

Past trading performance of the Advisor may be found on page 11 of this document.

**Mr. Stephen Smith** (NFA ID 0288674) is one of the founders and Managing Members of Kingdom Trading, LLC. He became a Principal and a registered Associated Person of the firm in August 2006. Mr. Smith studied economics and finance at the University of New Orleans, from which he graduated in 1988 earning a Bachelor of Science degree in Finance. Mr. Smith is Series 3 (National Commodity Futures) examination qualified.

Mr. Smith began his professional career in the insurance industry, assisting maritime companies and insurance syndicates in the area of risk management. Mr. Smith entered the futures market in 1992, trading a proprietary account. Mr. Smith has expanded his market knowledge through extensive research and study. Over the past fourteen years he has developed a unique trading system, refining the same through ongoing comparative analysis and trend study.

**Mr. Charles Fazio** (NFA ID 0288675) is one of the founders and Managing Members of Kingdom Trading LLC. He became a Principal and a registered Associated Person of the firm in August 2006. Mr. Fazio received a Bachelor of Science degree in Finance from Louisiana State University in May 1988. Mr. Fazio is Series 3 (National Commodity Futures) examination qualified.

Mr. Fazio has extensive experience in the healthcare industry holding executive sales and management positions. Mr. Fazio was introduced to the futures markets in late 1992. While performing thorough and detailed analysis of the markets, Mr. Fazio observed unique opportunities for profit where the odds are overwhelmingly in his favor. What began as a hobby soon turned into a mission to consistently profit from these exceptional opportunities.

In late 2000, Mr. Fazio discovered a powerful strategy of selling options for cash flow purposes coupled with various risk management techniques. Mr. Fazio has refined his art form into a very insightful trading methodology with capital preservation as his dominating theme.

### Business Background of Stephen Smith

- Kingdom Trading, LLC (May 2006 – present): Commodity Trading Advisor. Mr. Smith’s business activities include proprietary trading, research and development, and management of the business.
- Lamorte Burns & Co., Inc. (July 1989 – present): Maritime claims adjusting and regulatory matters. Mr. Smith’s business activities include assisting maritime companies and insurance syndicates in the area of risk management.
- Commodities Uncovered, Inc. (August 1998 – November 2002): Educational Commodity Trading Advisor. Mr. Smith’s business activities included being a listed Principal of the firm, as well as providing futures trading education to clients in the form of a membership website, newsletters, and seminars.

### Business Background of Charles Fazio

- Kingdom Trading, LLC (May 2006 – present): Commodity Trading Advisor. Mr. Fazio’s business activities include proprietary trading, research and development, and management of the business.
- Apria Healthcare, Inc. (November 2003 – present): Home healthcare products and services. Mr. Fazio’s business activities include market management, hiring, training, and recruiting.
- Columbus Investments, LLC (January 2001 – present): Proprietary futures trading firm. Mr. Fazio’s business activities include trading futures for his personal account.
- Independence Technology (January 2003 – November 2003): Mobility technology firm. Mr. Fazio’s business activities included marketing specialized mobility devices to rehabilitation facilities.

- Commodities Uncovered, Inc. (August 1998 – November 2002): Educational Commodity Trading Advisor. Mr. Fazio's business activities included being a listed Principal of the firm, as well as providing futures trading education to clients in the form of a membership website, newsletters, and seminars.

## **MATERIAL ADMINISTRATIVE, CIVIL OR CRIMINAL ACTION**

There have been no material administrative, civil, or criminal actions against Kingdom Trading or its Principals and none are pending or on appeal.

## **PROPRIETARY TRADING**

The principals of the Advisor may trade for their own accounts or for account of Kingdom Trading. Such trading may utilize the same trading strategies as the Kingdom Trading Program, or distinctly different strategies. Activity in proprietary accounts may differ markedly from that of participating customers because the Advisor may trade its accounts in a more active and aggressive manner than for customer accounts. Furthermore, the lower transaction costs paid by proprietary accounts may permit it to enter markets or seize trading opportunities that would not be financially justifiable for customer accounts. The Advisor may at any time trade a proprietary account in order to experiment with new systems and new markets and to refine its current trading system. For all of these reasons, such proprietary accounts may achieve returns that exceed or are exceeded by the returns for customer accounts.

In instances where orders for proprietary are entered and filled along with customer orders, such proprietary accounts will participate in the neutral allocation procedure used by the Advisor to assign fills. The Advisor will never knowingly trade ahead of a customer order. The records of any proprietary account will not be open to inspection.

## **DESCRIPTION OF TRADING PROGRAM**

### **Diversified Short Option Program**

The Diversified Short Option Trading Program consists primarily of selling options on futures while employing stringent risk management techniques. The purchase and sale of futures in a variety of markets to enhance the option component used to be common. However, the arrival of extreme market volatility in the last quarter of 2008 as well as anticipated ongoing market volatility has resulted in a modification to the trading strategy. The result of these modifications is more stringent risk management techniques. Rarely does the strategy any longer utilize futures contracts to cover option positions. Initial position sizing has been reduced and is strictly adhered to.

The Kingdom Trading Program may be utilized to trade any futures market, including grains, meats, metals, softs, energies, currencies, financials, and indices. Fundamental to the program is an analysis to determine if a market is moving upward, downward or sideways. Once the direction of the market is determined, call or put option strike prices are evaluated with respect to premium, liquidity and technical support or resistance levels. Typically, the program seeks a conservative strike option price that will yield a rate of return of 10% (based on margin requirements) for a 30-day period. Choosing strike prices above or below key support or resistance levels is critically important to the success of the system. Patience in identifying and seeking profit opportunity is of the utmost importance. Identifying exits is a vital component of the trading strategy.

After a trade is initiated, the program's risk management strategies are implemented. The Advisor believes that risk management is the most important component of a successful trading strategy. The program utilizes a variety of exit strategies and counter moves if a market trades or closes at a specified pre-determined price. Initial position sizing is strictly adhered to. Predetermined price levels are identified where the initial position will be reduced. A complete exit from all remaining positions is mandated at price levels where it has been determined that a market has changed its trend. Typically,

these same price levels that first trigger a reduction and then a complete exit from a position will also signal the initiation of new positions on the opposite side of the initial trade.

The exit strategies usually involve closing of positions or, on rare occasions, covering the option positions with futures contracts. If the later strategy is implemented, it becomes extremely important to manage the risk on the open futures positions. Risk management of open futures positions involves the selling of options in the direction the market is moving and/or placing stop loss orders on the futures positions. There are, however, limitations in the use of stop loss orders. In an effort to further control risk, the Advisor customarily places open orders to cover short option positions with futures contracts at or near the strike price. While primarily an option program, the Advisor may place straight futures trades when an opportunity for profit is identified.

The minimum account size to trade the program is \$100,000. Notional funding may be accepted, at the discretion of the Advisor. The Advisor reserves the right to limit the amount of notional funding allowed. Due to the nature of the trading program, increases in trading account levels are in \$50,000 increments.

### **ACCOUNT SIZE AND NOTIONAL FUNDING**

The minimum initial account size is \$100,000, provided; however, that under certain circumstances, the Advisor may in its sole discretion, accept smaller accounts. Notional funding may be accepted, at the discretion of the Advisor. The Advisor reserves the right to limit the amount of notional funding. All participating client accounts must be documented by an agreement between the Advisor and its client specifying the "Nominal Account Size" (i.e. trading level irrespective of amount of "Actual Funds"). Due to the nature of the trading program, increases in trading levels occur in \$50,000 increments. Trading levels will automatically be increased when an account increases by \$50,000, or by agreement between individual clients and the Advisor.

### **ORDER ENTRY AND ALLOCATION**

The Advisor will generally place a block order for all participating client accounts, including any proprietary accounts, in which the same commodity interest is being traded through the same FCM. The Advisor employs an objective price allocation method between accounts in the case of split or partial fills.

### **BROKERAGE ARRANGEMENTS**

Clients must open an account with a Futures Commission Merchant ("FCM") of their choosing. The Advisor reserves the right to approve or disprove of any FCM or introducing brokers. Criteria for approval include (but are not limited to) execution, allocation procedures, back office support, and platform availability. Clients opening accounts at certain FCMs may be subject to give-up fees, typically \$1 to \$5 per round turn. At this time, the anticipated commission rate to be charged to clients' accounts, including both the Introducing Broker's ("IB") commission (if applicable) and the clearing broker ("FCM") commission, will range between \$10-\$25 per round turn.

In order to ease the process of execution, the Advisor may at any time use a "give-up" arrangement in which some or all trades are executed through an FCM of the Advisor's choice and then cleared by another FCM. This arrangement may result in the client paying a higher commission. The client generally will be provided with a statement from the clearing broker disclosing the amount of brokerage commissions charged to the account. This amount will usually range between \$1-\$5 per round turn.

Potential clients may be introduced to the Advisor by introducing brokers of their choice. The Advisor reserves the right to approve such brokers, however, and to limit the amount of commission charged. Such approval is contingent on the Advisor determining that the amount of commissions charged by such brokers is reasonable in relation to the value of the brokerage services provided.

## ADVISOR COMPENSATION

### Management Fee

The Advisor charges a monthly management fee of 2% (per annum) to each client account based on account value, defined as the **Nominal Account Value** at the end of each calendar month. **Nominal Account Value** shall mean the net assets and notional equity in and committed to the account, where net assets are defined as total assets minus liabilities (except management and incentive fees payable to the Advisor), determined in accord with generally accepted accounting principals, with each position in a commodity interest accounted for at fair market value and notional equity is defined as the amount by which the nominal account size exceeds the amount of actual funds which are on deposit in an account. These fees will be accrued and charged at the end of each calendar month. Management fees are not refundable. At the discretion of the Advisor, management fees may be negotiated individually and therefore may differ from account to account.

### Incentive Fee

The Advisor charges each client account a monthly incentive fee of 20% on **Net New Profits** at the end of each calendar month. **Net New Profits** shall mean the cumulative profits during the period, over and above the aggregate of previous period profits as of the end of any period. **Net New Profits** are calculated in accordance with generally accepted accounting principles and includes 1) all realized gains and losses; plus 2) all unrealized gains and losses on open positions (net of accrued commissions and other exchange/regulatory fees); less 3) management fees; plus 4) interest earned in the account. If Net New Profits for a month is negative, the negative amount shall constitute a "Carry Forward Loss" for the beginning of the next month and shall be added to any Carry Forward Loss from previous months. The Advisor shall not earn additional incentive fees until future Net New Profits exceed the aggregate Carry Forward Loss from previous months. These fees will be accrued monthly and charged at the end of each calendar month. Incentive and management fees are not refundable. Incentive fees are not refundable. At the discretion of the Advisor, incentive fees may be negotiated individually and therefore may differ from account to account.

Any increases or decreases in the nominal size of a client's account may be made only upon prior written notice to and agreement with the Advisor. Any reduction in an account's nominal value (whether through withdrawal of capital or otherwise) at a time when the account has a Carry Forward Loss will result in an adjustment to Carry Forward Loss in a ratio equal to the amount of the withdrawal or reduction divided by the account's nominal equity prior to the withdrawal. Increases in nominal equity subsequent to a withdrawal (whether through additions of capital or otherwise) will reduce the adjustment to the Carry Forward Loss but in no case increase the Carry Forward Loss above its previous highest level.

### *Miscellaneous*

All fees will be calculated and accrued on the last trading day of each month. Management fees and incentive fees are due at the beginning of the month following the end of each calendar month in which the fees have been earned. If for whatever reason a customer's account is closed at any time during a calendar month, management and incentive fees are payable at the time of the account's closing. These fees will be based on the **Nominal Account Value** (as defined above) and **Net New Profits** (as defined above) as of the date of the customer's account closing. A participating customer is not entitled to a refund of any management fees or incentive fees paid or accrued prior to the date of such customer's withdrawal from the program.

## CONFLICTS OF INTEREST

### Proprietary Trading

As noted above, the Advisor and its principals may trade for their own accounts and in doing so may take positions opposite to those held by accounts trading pursuant to the Program or may be competing with such accounts for positions in the marketplace. The Advisor will never knowingly favor a proprietary account over the account of a customer, nor will it knowingly permit a proprietary account to trade ahead of a customer account. Participating customers will not be permitted to inspect the proprietary trading records.

### **Trading of Accounts and Other Activities**

Kingdom Trading proposes to manage the accounts of a number of customers and to solicit actively the accounts of individuals, institutions and pools. Certain of these accounts may pay more or less in fees than others and certain accounts may have significantly larger amounts committed to trading than others. Consequently, the Advisor may have a financial incentive to favor one account over another. However, it would never knowingly do so.

The Advisor intends to use the same general methods and strategies to trade all of its customer accounts. In rendering trading advice, the Advisor will never knowingly or deliberately favor the account of any customer over the account of any other customer. However, this is not to say that all accounts will achieve the same rates of return. In the case of split or partial fills, and depending on its position on the allocation list, an account is likely to receive a better or worse price per trade than other accounts.

Though the Advisor will attempt to correct trading errors as soon as they are discovered, it will not be responsible for poor executions or trading errors committed by brokers, FCMs, or the Advisor itself.

## **RISK FACTORS**

Participation in the Program involves certain risks and is suitable only for sophisticated investors who understand such risks. Investors should give careful consideration to the following factors, among others, in evaluating the merits and suitability of participation in the Program.

### **General Market Risks**

#### **Futures Trading is Speculative and Volatile**

Futures contract prices are highly volatile and market movements are difficult to predict. Price movements for futures interests are influenced by, among other things: changing supply and demand relationships; weather; agricultural, trade, fiscal, monetary, and exchange control programs and policies of governments; United States and foreign political and economic events and policies; changes in national and international interest rates and rates of inflation; currency devaluations and reevaluations; and emotions of the marketplace. None of these factors can be controlled by the Advisor or its Trading Principal. Furthermore, no assurance can be given that a participating client account will experience profitability or not incur substantial losses.

#### **Futures Trading is Highly Leveraged**

The low margin deposits normally required in futures interest trading (typically 2% to 15% of the value of the contract purchases or sold) permit an extremely high degree of leverage. Accordingly, a relatively small price movement in a contract may result in immediate and substantial losses to a client's account. For example, if at the time of purchase 10% of the price of a futures contract were deposited as margin, a 10% decrease in the price of the contract would, if the contract were then closed out, result in a total loss of the margin deposit before any deductions for brokerage commissions. A decrease of more than 10% would result in a loss of more than the total margin deposit. Thus, like other leveraged investments, any trade may result in losses in excess of the amount invested.

#### **Futures Trading May Be Illiquid**

Most United States futures exchanges limit price fluctuations in certain futures interest prices during a single day by means of "daily price fluctuation limits" or "daily limits." The daily limit, which is set by most exchanges for all but a portion of the expiration month, imposes a floor and a ceiling on the prices at which a trade may be executed, as measured from the last trading day's close. While these limits were put in place to lessen margin exposure, they may have certain negative consequences for a participating client account. For example, once the price of a particular contract has increased or decreased by an amount equal to the daily limit, thereby producing a "limit-up" or "limit-down" market, positions in the contract can neither be taken nor liquidated unless traders are willing to effect trades at or within the limit. Contract prices in various futures contracts have occasionally moved the daily limit for several

consecutive days with little or no trading. Similar occurrences could prevent the Trading Principal from promptly liquidating unfavorable positions and subject a client to substantial losses.

#### Options Trading

There is a risk associated with trading options on futures. By purchasing an option, you may sustain a total loss of the premium and all transaction costs. However, by selling an option, you may sustain a total loss of the initial margin funds and any additional funds you deposit with your broker to establish or maintain your position. Theoretically, there is an unlimited risk of loss in selling options. If the market moves against your position, you may be called upon by your broker to deposit additional margin funds, on short notice, in order to maintain your position. Although options trading is risky, the Advisor understands these risks and will attempt to manage them appropriately. Nevertheless, there can be no guarantee against the risk of loss.

#### Application of Speculative Position Limits

All accounts managed and controlled by the Advisor are combined (that is, aggregated) for position limit purposes. The Advisor believes that established position limits will not adversely affect its trading for participating customers. However, there is the possibility that from time to time the trading decisions of the Advisor may have to be modified and positions that it holds or controls may have to be liquidated to avoid exceeding applicable position limits. If the application of position limits were to affect the Advisor's trading decisions, it would attempt to modify its recommendations in such a way as not to affect disproportionately the performance of any one customer's account compared with that of any other account that it managed or controlled.

#### Stop Loss Orders May Not Limit Loss

It should be noted that stop-loss orders are not guaranteed to limit loss to the stop-loss point because in part, they are determined by the Advisor and market conditions may make it impossible to execute such orders.

#### Electronic Trading and Order Routing System

Trading through an electronic trading or order routing system exposes the Advisor and its clients to risks associated with systems or component failure. In the event of system or component failure, it is possible that, for a certain time period, the Advisor may not be able to enter new orders, execute existing orders, or modify or cancel orders that were previously entered. System or component failure may also result in loss of order or order priority.

Exchanges offering an electronic trading or order routing system have adopted rules to limit their liability, the liability of FCMs, and software and communication system vendors and the amount of damages collectible for system failure and delays.

### **Risks Relating to Client Accounts**

#### Failure of Clearing Broker

Under CFTC regulations, FCMs are required to maintain customer assets in a segregated account. If a FCM fails to do so, clients may be subject to risk of loss of funds in the event of its bankruptcy. Even if such funds are properly segregated, a client may still be subject to a risk of a loss of the funds on deposit with the FCM should another customer of the FCM or the FCM itself fail to satisfy deficiencies in such other customers' accounts. In the case of any such bankruptcy or customer loss, a participating customer might recover, even in respect of property specifically traceable to the customer, only a pro rata share of all property available for distribution to all of the FCM's customers, or no amount of money at all.

#### Client Accounts are Subject to Fees and Expenses

Participating client accounts are subject to management fees, transaction costs and potentially other expenses, regardless of whether they realize any profits. Incentive fees, in particular, are based in part on unrealized profits that may never be realized. Accordingly, client accounts will have to earn a certain level of trading profits to avoid depletion of funds in the accounts due to such fees and expenses.

### Dependence on Key Personnel

The Program's performance depends on the services and trading decisions of certain key personnel of the Advisor, including Mr. Smith and Mr. Fazio. The Program could be adversely affected if, because of illness or other factors, Mr. Smith's or Mr. Fazio's services were not available for any significant period of time. In addition, neither individual is required to devote all, or any specific portion, of his time or resources to the Program.

THE FOREGOING LIST OF RISK FACTORS DOES NOT PURPORT TO BE A COMPLETE EXPLANATION OF THE RISKS INVOLVED IN FUTURES AND OPTIONS TRADING. POTENTIAL CLIENT SHOULD READ THIS ENTIRE DISCLOSURE DOCUMENT AND FAMILIARIZE THEMSELVES WITH FUTURES TRADING BEFORE DECIDING WHETHER TO OPEN AN ACCOUNT TO BE TRADED PURSUANT TO THE PROGRAM.

### **NOTIONAL FUNDING DISCLOSURE**

You should ask the Advisor to notify you of the amount of cash or other assets (actual funds) that should be deposited to the Advisor's trading program for your account to be considered "fully-funded". This is the amount upon which the commodity trading advisor will determine the number of contracts traded in your account and should be an amount sufficient to make it unlikely that any further cash deposits would be required from you over the course of your participation in the Advisor's program.

You are reminded that the account size you have agreed to in writing (the "nominal" or "notional" account size) is not the maximum possible loss that your account may experience. You should consult the account statements received from your futures commission merchant in order to determine the activity in your account, including profits, losses and current cash equity balance. To the extent that the equity in your account is at any time less than the nominal account size you should be aware of the following:

1. Although your gains and losses, fees and commissions measured in dollars will be the same, they will be greater when expressed as a percentage of account equity.
2. You may receive more frequent and larger margin calls.
3. The matrix that accompanies the performance tables may be used to convert the rates of return in the performance tables to the corresponding rates of return for particular funding levels.
4. The management fee paid to the Advisor will be calculated based partly on the notional funds in the client's account. As a result, the use of notional funds will increase the amount of management fees that the Advisor will receive from the client for trading the same amount of cash or actual funds. For example, the Advisor may receive a 2% management fee. If a client's account is fully funded, the Advisor will receive a management fee of 2% based on the actual funds in the account. If the account, however, is funded at only 50% (i.e. one half actual funds and one half notional funds), the 2% management fee, expressed as a percentage of actual funds, would be 4%.
5. The matrix shows that partially funding an account will magnify both gains and losses when compared to a fully funded account. Cash additions, withdrawals, and net performance will increase or decrease actual funds in proportion to the nominal account size. As funds decrease in proportion to nominal account size, the leverage will increase, as will the percentage gain or loss.

## CONVERSION MATRIX FOR NOTIONALLY FUNDED ACCOUNTS

<i>Fully Funded ROR</i>	<i>Rates of Return Based on Various Funding Levels</i>				
40 %	40.0 %	50.0 %	66.7 %	100.0 %	200.0 %
35 %	35.0 %	43.8 %	58.3 %	87.5 %	175.0 %
30 %	30.0 %	37.5 %	50.0 %	75.0 %	150.0 %
25 %	25.0 %	31.3 %	41.7 %	62.5 %	125.0 %
20 %	20.0 %	25.0 %	33.3 %	50.0 %	100.0 %
15 %	15.0 %	18.8 %	25.0 %	37.5 %	75.0 %
10 %	10.0 %	12.5 %	16.7 %	25.0 %	50.0 %
5 %	5.0 %	6.3 %	8.3 %	12.5 %	25.0 %
-5 %	-5.0 %	-6.3 %	-8.3 %	-12.5 %	-25.0 %
-10 %	-10.0 %	-12.5 %	-16.7 %	-25.0 %	-50.0 %
-15 %	-15.0 %	-18.8 %	-25.0 %	-37.5 %	-75.0 %
-20 %	-20.0 %	-25.0 %	-33.3 %	-50.0 %	-100.0 %
<b><i>Funding Level</i></b>	100.0 %	80.0 %	60.0 %	40.0 %	20.0 %

### SUMMARY

In view of the foregoing disclosures and risks outlined in this document, a prospective client should consider carefully the highly speculative nature and risks of loss inherent in trading futures and options. A participating customer should be financially capable of accepting such risks and engaging in such trading. A participating customer should have significant resources beyond any funds which he deposits in the commodity trading account to be advised by the Advisor and such funds should represent risk capital to the customer.

### PERFORMANCE HISTORY

Under CFTC regulations, a commodity trading advisor must disclose the performance record of customer accounts directed by it and each of its principals for the previous five years. Such performance history follows.

**KINGDOM TRADING  
PAST PERFORMANCE**

As of November 1, 2009

<i>Name of CTA:</i>	<i>Kingdom Trading, LLC</i>
<i>Name of Trading Program:</i>	<i>Diversified Short Option Program</i>
<i>CTA began trading client accounts:</i>	<i>3/07</i>
<i>CTA began trading client accounts in Program:</i>	<i>3/07</i>
<i>Current number of accounts traded in Program:</i>	<i>14</i>
<i>Actual Funds managed by CTA in all programs:</i>	<i>\$1,524,760</i>
<i>Actual Funds managed by CTA in Program:</i>	<i>\$1,524,760</i>
<i>Aggregate Nominal Account Size in all programs:</i>	<i>\$2,547,204</i>
<i>Aggregate Nominal Account Size in Program:</i>	<i>\$2,547,204</i>

<i>Largest Monthly Drawdown*:</i>	<i>-17.93% (Oct 2008)</i>
<i>Largest Peak-To-Valley Drawdown*:</i>	<i>-29.52 (July to Oct 2008)</i>

<i>Number of Accounts Closed with Profits:</i>	<i>0</i>
<i>Range of RORs for Accounts Closed with Profits:</i>	<i>N/A</i>
<i>Number of Accounts Closed with Losses:</i>	<i>1</i>
<i>Range of RORs for Accounts Closed with Losses:</i>	<i>1.76%</i>

*50% of accounts are notionally funded*

**Monthly and Annual Rates of Return**

	<b>2009</b>	<b>2008</b>	<b>2007</b>
<b>January</b>	2.66	4.69	-
<b>February</b>	5.08	8.71	-
<b>March</b>	-2.37	-12.85	1.36%
<b>April</b>	4.44	3.29	1.72%
<b>May</b>	3.67	4.79	-0.05%
<b>June</b>	0.50	9.60	-1.16%
<b>July</b>	7.20	5.49	-2.77%
<b>August</b>	1.98	-4.43	6.98%
<b>September</b>	2.58	-10.14	-0.33%
<b>October</b>	1.94	-17.93	-1.71%
<b>November</b>	-	2.05	2.13%
<b>December</b>	-	-0.73	2.33%
<b>Annual</b>	<b>30.89%</b>	<b>-11.38%</b>	<b>8.48%</b>

**PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE RESULTS**

*The above performance results are that of an actual customer account. Results include commissions of between \$10 - \$25 per round turn, management fee of 2% and incentive fee of 20%.*

*\* Drawdowns are losses experienced by the trading program over a period of time*

**KINGDOM TRADING, LLC**  
1140 Nursery Avenue  
Metairie, LA 70005  
Telephone: (504) 400-0576

**CUSTOMER ACKNOWLEDGMENT OF RECEIPT OF DISCLOSURE DOCUMENT**

The undersigned customer(s) ("Customer") hereby acknowledges receipt of a copy of the Disclosure Document, dated November 1, 2009 for Kingdom Trading. Customer has read and understands the Disclosure Document and has carefully considered the risks outlined therein.

\_\_\_\_\_  
First Customer's Signature

\_\_\_\_\_  
Second Customer's Signature,  
(if joint account)

**AUTHORIZATION TO PAY FEES**

The undersigned customer(s) ("Customer") hereby authorizes the futures commission merchant, to deduct from Customer's commodity trading account with the FCM and remit directly to Kingdom Trading ("the Advisor"), within three business days following the FCM's receipt of the Advisor's bill, such management and incentive fees as shall become due and owing to Kingdom Trading under the terms and conditions of the Customer Agreement and Trading Authorization between Kingdom Trading and Customer.

Customer acknowledges customer's ongoing responsibility to review regularly all customer account records and statements from the FCM and from the Advisor since such records will be conclusive and binding on Customer unless a prompt written and/or verbal objection from Customer is received by the FCM or the Advisor, as the case may be.

\_\_\_\_\_  
First Customer's Signature

\_\_\_\_\_  
Second Customer's Signature,  
(if joint account)

\_\_\_\_\_  
(Print Name)

\_\_\_\_\_  
(Print Name)

\_\_\_\_\_  
Date

\_\_\_\_\_  
Date

**Accepted for the FCM:**

By: \_\_\_\_\_  
Authorized Person's Signature

**KINGDOM TRADING, LLC**

1140 Nursery Avenue  
Metairie, LA 70005  
Telephone: (504) 400-0576

**CUSTOMER AGREEMENT AND TRADING AUTHORIZATION**

This Customer Agreement and Trading Authorization ("Agreement") is made and entered into as of the date set forth at the end of this Agreement by and between Kingdom Trading ("the Advisor") and the undersigned customer(s) ("Customer");

WHEREAS, Customer hereby acknowledges to Kingdom Trading that Customer has received, read, and understood and carefully considered the risks outlined in the Disclosure Document dated November 1, 2009 of Kingdom Trading, and Customer has signed an acknowledgment to that effect;

WHEREAS, Customer hereby represents to Kingdom Trading that Customer has capital available and desires to invest such capital in speculative investments in "commodity interests," which term shall include, for purposes of this Agreement, contracts on and for physical commodities, currencies, options on futures, obligations of and guaranteed by the United States Government, and any other financial instruments, securities, stock, financial, and economic indices, and items which are now, or may hereafter be, the subject of futures contract trading, futures contracts and physical commodities, deferred delivery contracts, leverage contracts, and other commodity-related contracts, agreements, and transactions, and securities (such as United States Treasury bills) approved by the United States Commodity Futures Trading Commission for investment of customer funds;

WHEREAS, Customer, if an individual, hereby represents to Kingdom Trading that Customer is of full legal age in the jurisdiction in which Customer resides and is legally competent to execute and deliver this Agreement and to purchase, sell, trade, and own commodity interests as contemplated by this Agreement;

WHEREAS, Customer, if a corporation, partnership, trust, or other entity or association, hereby represents to Kingdom Trading that Customer has full power and authority to execute and deliver this Agreement and to purchase, sell, and trade, and own commodity interests as contemplated by this Agreement and that the individual executing and delivering this Agreement for and on behalf of Customer is of full legal age in the jurisdiction in which such individual resides and is legally competent and has full power and authority to do so on behalf of Customer and its stockholders, partners, or beneficiaries;

WHEREAS, Customer hereby represents to Kingdom Trading that Customer is fully familiar with the speculative nature of commodity interest trading and its high degree of risk suitable only for a person who can sustain substantial losses which may be far in excess of such person's funds on deposit in such person's commodity trading account;

WHEREAS, Customer hereby represents to Kingdom Trading that Customer is willing and able, financially and otherwise, to assume the risks of commodity interest trading and has the financial ability to bear losses in excess of the amount deposited pursuant to Section 1 of this Agreement; and

WHEREAS, Customer desires to retain Kingdom Trading as Customer's commodity trading advisor upon the terms and conditions set forth in this Agreement, and Kingdom Trading desires to service Customer in such capacity upon such terms and conditions;

NOW, THEREFORE, in consideration of the premises set forth above, the parties hereto do hereby agree as follows:

1. Customer has deposited the sum set forth at the end of this Agreement in a commodity trading account ("Account") established and maintained with the futures commission merchant ("FCM") named at the end of this Agreement.
2. Customer hereby constitutes, appoints, and authorizes Kingdom Trading as Customer's true and lawful agent and attorney-in-fact, in Customer's name, place, and stead, to purchase, sell (including short sales), trade, and otherwise acquire, hold, dispose of, and deal in commodity interests, on margin or otherwise, on United States and foreign exchanges, and otherwise and to make and take delivery of commodities in fulfillment of any commodity interests, all for Customer's Account and risk. Customer hereby gives and grants to Kingdom Trading full power and authority to act for Customer and on Customer's behalf to do every act and thing whatsoever requisite, necessary, or appropriate to be done in connection with this power of attorney as fully and in the same manner and with the same force and effect as Customer might or could do if personally present, and Customer hereby ratifies all that Kingdom Trading may lawfully do or cause to be done by virtue of this power of attorney. Customer hereby ratifies and confirms any and all transactions heretofore made by Kingdom Trading for the Account and agrees that the rights and obligations of Customer in respect thereof shall be governed by the terms of this Agreement.
3. Kingdom Trading's services to Customer shall not be deemed to be exclusive to Customer, and Kingdom Trading shall be free to render similar services to others.
4. Any and all transactions effected by Kingdom Trading for the Account shall be subject to the constitution, by-laws, rules, regulations, orders, and customs and usage of the exchange or market where executed (and of its clearinghouse, if any), and to the provisions of the United States Commodity Exchange Act, as amended, and to the rules, regulations, and orders promulgated from time to time thereunder, and to all applicable laws, rules, and regulations of the United States, the various states in the United States, and foreign jurisdictions. Kingdom Trading shall not be liable to Customer as a result of any action taken by her which is necessary to comply with any such constitution, by-law, rule, regulation, order, custom, usage, act, or statute.
5. Customer, and not Kingdom Trading, shall pay all margins, brokerage and floor commissions and fees, and other transaction costs and expenses charged and incurred by the FCM and its agents in connection with the Account, including give-up fees, if applicable..
6. All transactions effected for the Account by Kingdom Trading shall be for Customer's Account and risk. Kingdom Trading has made and makes no guarantee whatsoever as to the success or profitability of the advisor's trading methods and strategies, and Customer acknowledges that Customer has received no such guarantee from Kingdom Trading or any of its employees, affiliates, or agents and has not entered into this Agreement in consideration of or in reliance upon any such guarantee or similar representation from Kingdom Trading or any of its employees, affiliates, or agents.
7. Neither Kingdom Trading nor her employees or agents shall be liable to Customer or to any other party, except that Kingdom Trading shall be liable to Customer for acts by her or her employees, or agents which constitute gross negligence, willful malfeasance, or fraud. Customer shall indemnify, hold harmless, and defend Kingdom Trading and her employees and agents from and against any liability, loss, cost, and expense, including attorneys' fees, that any of them may become subject to in acting as contemplated under this Agreement, or in connection with any transaction for the Account, or in connection with Customer's failure to pay any Incentive Fees to Kingdom Trading, or in connection with investigating or defending any such liability, loss, cost, or expense covered by this indemnity.
8. (A) As compensation for the services to be rendered by Kingdom Trading pursuant to this Agreement, and for so long as this Agreement is in force and effect, Customer shall pay to Kingdom Trading a monthly Management and Incentive Fee, as follows:
  - (1) Management Fee. A monthly Management Fee equal to 1/6 of 1% (2% annually) multiplied by the Account's net asset value, as defined in Section 8(B), below, as of the close of business on the last day of

the month. Net asset value shall be adjusted to include any withdrawals of funds from the Account since the last calendar month-end. The Management Fee shall be calculated before any Incentive Fee is subtracted from the Account. The Management Fee shall be due regardless of whether any profits were achieved for the month.

(2) Incentive Fee. A monthly Incentive Fee, equal to 20% of net new profits. New net profits shall be computed using the formula: (1) realized profit and loss during the period plus (2) the change in unrealized profit and loss on open positions as of the end of the period and (3) minus (1) all brokerage commissions and transaction fees and other fees and charges paid or accrued during the period and (2) cumulative net realized loss, if any, carried over from previous periods. Cumulative net realized loss shall be computed by totaling all net realized profit in each month in which there was such a profit and subtracting from this figure all net realized loss in each month in which there was such a loss; provided that the full cumulative net realized loss shall not be carried over where a withdrawal has occurred. Instead a portion of the loss (calculated by dividing the withdrawn amount by the total under management and multiplying the result by the cumulative net realized loss) attributable to the withdrawn amount shall first be subtracted from the cumulative net realized loss.

The Incentive Fee shall be calculated and paid monthly. If the Account does not have new net profits in a given month, no Incentive Fee shall be due to Kingdom Trading unless and until the Account experiences new net profits in a subsequent month. The amount of the Incentive Fee due to the Advisor, if any, shall be determined independently with respect to each month, and the amount of any such fee paid shall not be affected by subsequent losses experienced in Customer's Account.

(B) The term "net asset value" of the Account shall mean total assets in the Account including notional amounts and unrealized profits and losses on all open positions (after deducting commissions and transaction charges payable with respect to such positions) less all other liabilities (excluding any incentive fee, if any, that is due and owing), determined in accordance with generally accepted accounting principles.

(C) Following the end of each month, the Advisor shall send to Customer a statement for Management and Incentive Fees that are due and owing to Kingdom Trading. A statement shall be deemed sent to Customer upon the Advisor mailing or e-mailing said statement and shall be deemed delivered to Customer personally whether actually received or not. A statement shall be deemed correct and shall be conclusive and binding on Customer unless a written or verbal objection from Customer is received by Kingdom Trading within three business days after such statement shall have been sent by the Advisor. If no written or verbal objection to a statement shall have been received by the Advisor within the prescribed time, Kingdom Trading shall present such statement to the FCM for full payment by it within three business days.

9. If this Agreement shall be terminated by the Customer on a date other than at the end of a month, Management and Incentive Fees shall be calculated as if such termination date were the end of a month. Customer shall be billed for Management and Incentive Fees accrued to the date of such termination and Customer's obligation to pay future fees shall terminate. Customer shall not be entitled to a refund of any Incentive Fees paid or accrued to the date of the termination of this Agreement.

10. Customer hereby authorizes and directs the FCM to send to Kingdom Trading a copy of the monthly account statements with respect to the Account, which are sent to Customer, and the FCM is similarly authorized and directed to provide Kingdom Trading with copies of all confirmations, purchase and sale statements and other documents relating to the Account.

11. This Agreement shall become effective only after it has been signed by all parties. This Agreement is a continuing one and shall remain in full force and effect until terminated by written notice of either party to the other party as provided herein. This Agreement may be terminated by Customer, or in the event of Customer's death, incompetency, incapacity, disability, bankruptcy, dissolution, liquidation, insolvency, or termination by Customer's legal representative, by giving written notice of termination or written notice of Customer's death, incompetency, incapacity, disability, bankruptcy, dissolution, liquidation, insolvency, or termination, as the case may be, to Kingdom Trading, which notice shall be deemed effective upon the

Advisor's actual receipt of such notice. Kingdom Trading may terminate this Agreement by giving written notice of termination to Customer, which notice shall be deemed effective upon the Advisor's mailing or e-mailing said notice to Customer. Any such notice of termination given by Customer or the Advisor shall have no effect upon liabilities and commitments initiated, made, or accrued prior to the effective date of such termination. Upon termination of this Agreement, Kingdom Trading shall undertake the liquidation of Customer's Accounts in a manner which it deems appropriate but, because of market conditions, can give no assurance that Customer will ultimately receive an amount equal to the Net Asset Value of his Account on the date of termination.

12. All notices to either party shall be in writing. All notices to the Advisor shall be sent to Kingdom Trading at the address appearing at the beginning of this Agreement, or via e-mail. All notices and statements to Customer shall be sent to Customer at the address appearing at the end of this Agreement, or via e-mail. Either party from time to time may designate in writing any other address to which notices, statements, and communications to such party may be sent.

13. This Agreement may not be assigned by either party without the prior express written consent of the other party.

14. This Agreement constitutes the entire agreement between the parties with respect to the matters referred to herein, and no other agreement, verbal or otherwise, shall be binding as between the parties unless it is in writing and signed by the party against whom enforcement is sought.

15. No provision of this Agreement may be amended or waived unless such amendment or waiver is in writing and signed by the parties. No amendment or waiver of any provision of this Agreement may be implied from any course of dealing between the parties or from the failure of either party to assert its rights under this Agreement on any occasion or series of occasions.

16. If any provision of this Agreement is, or at any time shall become, inconsistent with any present or future law, rule, regulation, or ruling of any jurisdiction, court, or regulatory body, exchange, or board having jurisdiction, such provision shall be deemed rescinded or modified to conform to such law, rule, regulation, or ruling and the remaining provisions of this Agreement shall not be affected thereby and shall remain in full force and effect.

17. This Agreement shall be deemed to have been made under, and shall be governed by and construed and enforced in accordance with, the law of the State of Louisiana, USA (excluding the law thereof which requires the application of or reference to the law of any other jurisdiction).

18. The parties agree that any action or proceeding arising, directly, indirectly, or otherwise in connection with, out of, related to, or from this Agreement, any breach hereof, or any transaction covered hereby shall be resolved either by arbitration or through the courts of the state of Louisiana. Accordingly, the parties consent and submit to the jurisdiction of the federal and state courts located within the state of Louisiana. The parties further agree that any action or proceeding brought by either party to enforce any right, assert any claim, or obtain any relief whatsoever in connection with this Agreement shall be commenced by such party exclusively in the courts of the state of Louisiana or US District Court for the state of Louisiana, or if appropriate, before an arbitral body.

19. If more than one person is signing this Agreement as Customer, each undertaking herein shall be a joint and several undertaking of all such persons, and the foregoing grant of power of attorney and authority to Kingdom Trading shall be a joint and several grant by all such persons. Actions of any one Customer pursuant to this Agreement shall bind all such Customers unless indicated below. An Account in joint names creates a joint tenancy with right of survivorship and not tenancy in common.

Customer hereby subscribes to the commodity trading program offered by Kingdom Trading and authorizes the indicated trading and funding levels. Customer acknowledges that he/she has read and understands the "Special Disclosure for Notionally Funded Accounts" on page 10 of this document.

Trading Level

Actual Funding

Notional Funding

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_  
First Customer's Signature

\_\_\_\_\_  
Second Customer's Signature,  
if a joint account

\_\_\_\_\_  
First Customer's Name (Print)

\_\_\_\_\_  
Second Customers Name (Print)

\_\_\_\_\_  
Date

\_\_\_\_\_  
Date

IN WITNESS WHEREOF, the parties have executed this Agreement as of the \_\_\_\_\_ day  
of \_\_\_\_\_, 200\_\_.

**KINGDOM TRADING**

Accepted By: \_\_\_\_\_

**If entity:**

\_\_\_\_\_  
Name of authorized signatory

\_\_\_\_\_  
Name of owner of managed account

\_\_\_\_\_  
Title of authorized signatory

NOTE TO CORPORATIONS: Please attach resolutions or Articles of Incorporation and By-Laws authorizing signatory to open the managed account.

NOTE TO PARTNERSHIPS: Please attach copy of the Partnership Agreement and indicate the section(s) granting authority to the signatory to open the managed account.

NOTE TO TRUSTS: Please attach copy of the instrument creating the Trust (Trust Agreement) and indicate the section(s) granting authority to the signatory to open the managed account.

**KINGDOM TRADING, LLC**

1140 Nursery Avenue  
Metairie, LA 70005  
Telephone: (504) 400-0576

**ARBITRATION AGREEMENT**

The undersigned customer(s) ("Customer") hereby agrees that any controversy between Customer and Kingdom Trading ("the Advisor") or any of her employees, affiliates, or agents, or its or their respective successors or assigns (hereinafter referred to as "affiliated persons") arising directly, indirectly, or otherwise in connection with, out of, related to, or from Customer's accounts with Kingdom Trading, transactions between Customer and the advisor, or any of its affiliated persons, or the Customer Agreement and Trading Authorization, Authorization to Pay Fees, or any other document or agreement now or hereafter existing that relates to Customer's accounts with Kingdom Trading, or any breach of any of them or any transactions effected pursuant to them shall, except as provided below, be resolved by binding arbitration before a forum chosen in accordance with the following procedure. At such time as Customer notifies the Advisor or any of its affiliated persons that Customer intends to submit a controversy to arbitration or at such time as the Advisor or any of its affiliated persons notifies Customer that the Advisor or any of its affiliated persons intends to submit a controversy to arbitration, Customer shall have the opportunity to choose a forum from a list of two or more qualified forums provided by Kingdom Trading. A "qualified forum" is an organization whose procedures for conducting arbitrations comply with the requirements of United States Commodity Trading Commission ("CFTC") Regulation Section 166.5.

As required by CFTC Regulation Section 166.5, the advisor or any of its affiliated persons who is a party to any controversy arbitrated pursuant to this Arbitration Agreement shall pay any incremental fees which may be assessed by a qualified forum for provision of a mixed arbitration panel, unless the arbitrator(s) hearing the controversy shall determine that Customer has acted in bad faith in initiating or conducting the arbitration. A "mixed arbitration panel" is an arbitration panel composed of one or more persons, a majority of whom are not members of a contract market or employed by or otherwise associated with a member of a contract market and are not otherwise associated with a contract market.

Any award rendered in any arbitration conducted pursuant to this Arbitration Agreement shall be final and binding on and enforceable against Customer in accordance with the substantive law of the State of Louisiana, USA, and judgment may be entered on any such award by any court having jurisdiction thereof.

**THREE FORUMS EXIST FOR THE RESOLUTION OF COMMODITY DISPUTES: CIVIL COURT LITIGATION, REPARATIONS AT THE COMMODITY FUTURES TRADING COMMISSION (CFTC), AND ARBITRATION CONDUCTED BY A SELF-REGULATORY OR OTHER PRIVATE ORGANIZATION, SUCH AS THE NATIONAL FUTURES ASSOCIATION.**

**THE CFTC RECOGNIZES THAT THE OPPORTUNITY TO SETTLE DISPUTES BY ARBITRATION MAY IN SOME CASES PROVIDE MANY BENEFITS TO CUSTOMERS, INCLUDING THE ABILITY TO OBTAIN AN EXPEDITIOUS AND FINAL RESOLUTION OF DISPUTES WITHOUT INCURRING SUBSTANTIAL COSTS. THE CFTC REQUIRES, HOWEVER, THAT EACH CUSTOMER INDIVIDUALLY EXAMINE THE RELATIVE MERITS OF ARBITRATION AND THAT YOUR CONSENT TO THIS ARBITRATION AGREEMENT BE VOLUNTARY.**

**BY SIGNING THIS AGREEMENT, YOU: (1) MAY BE WAIVING YOUR RIGHT TO SUE IN A COURT OF LAW; AND (2) ARE AGREEING TO BE BOUND BY ARBITRATION OF ANY CLAIMS OR COUNTERCLAIMS WHICH YOU OR KINGDOM TRADING OR ANY OF ITS AFFILIATED PERSONS MAY SUBMIT TO ARBITRATION UNDER THIS AGREEMENT. YOU ARE NOT, HOWEVER, WAIVING YOUR RIGHT TO ELECT INSTEAD TO PETITION THE CFTC TO INSTITUTE REPARATIONS PROCEEDINGS UNDER SECTION 14 OF THE COMMODITY**

EXCHANGE ACT WITH RESPECT TO ANY DISPUTE WHICH MAY BE ARBITRATED PURSUANT TO THIS AGREEMENT. IN THE EVENT A DISPUTE ARISES, YOU WILL BE NOTIFIED IF KINGDOM TRADING OR ANY OF ITS AFFILIATED PERSONS INTENDS TO SUBMIT THE DISPUTE TO ARBITRATION. IF YOU BELIEVE A VIOLATION OF THE COMMODITY EXCHANGE ACT IS INVOLVED AND IF YOU PREFER TO REQUEST A SECTION 14 "REPARATIONS" PROCEEDING BEFORE THE CFTC, YOU WILL HAVE 45 DAYS FROM THE DATE OF SUCH NOTICE IN WHICH TO MAKE THAT ELECTION.

YOU NEED NOT SIGN THIS AGREEMENT TO OPEN AN ACCOUNT WITH KINGDOM TRADING. SEE 17 CFR 166.5.

\_\_\_\_\_  
First Customer's Signature

\_\_\_\_\_  
Second Customer's Signature,  
if a joint account

\_\_\_\_\_  
First Customer's Name (Print)

\_\_\_\_\_  
Second Customers Name (Print)

\_\_\_\_\_  
Date

\_\_\_\_\_  
Date

**KINGDOM TRADING, LLC**

1140 Nursery Avenue  
Metairie, LA 70005  
Telephone: (504) 400-0576

**NFA RULE 2.30 REQUIRED INVESTOR INFORMATION**

The National Futures Association’s Rule 2.30 requires Kingdom Trading to obtain at least the following information from individual investors before accepting accounts for its trading programs. This information is not required for investors that are entities.

**IF INDIVIDUAL PERSON(S)**

First Subscriber

Second Subscriber

\_\_\_\_\_  
Residence Street Address

\_\_\_\_\_  
Residence Street Address

\_\_\_\_\_  
City, State, Postal Code, Country

\_\_\_\_\_  
City, State, Postal Code, Country

\_\_\_\_\_  
Principal Occupation or Business

\_\_\_\_\_  
Principal Occupation or Business

\_\_\_\_\_  
Current Estimated Annual Income

\_\_\_\_\_  
Current Estimated Annual Income

\_\_\_\_\_  
Current Estimated Net Worth

\_\_\_\_\_  
Current Estimated Net Worth

\_\_\_\_\_  
Birth Date (in MM/DD/YYYY Format)

\_\_\_\_\_  
Birth Date (in MM/DD/YYYY Format)

\_\_\_\_\_  
Number of Years of Investment Experience

\_\_\_\_\_  
Number of Years of Investment Experience

\_\_\_\_\_  
Number of Years of Futures Trading Experience

\_\_\_\_\_  
Number of Years of Futures Trading Experience

*By my signature below, I hereby certify that this information is true and correct.*

\_\_\_\_\_  
First Customer’s Signature

\_\_\_\_\_  
Second Customer’s Signature (if joint account)

\_\_\_\_\_  
Name (Please Print)

\_\_\_\_\_  
Name (Please Print)

\_\_\_\_\_  
Date

\_\_\_\_\_  
Date

**KINGDOM TRADING, LLC**

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Metairie, LA 70005  
Telephone: (504) 400-0576

**NOTIONAL FUNDING AGREEMENT**

(If Applicable)

**RE: Advisory Agreement (“Agreement”) between Kingdom Trading, LLC (the "Advisor") and \_\_\_\_\_ (the "Client")**

You have directed that the Advisor begin trading your account on a notional basis effective this \_\_\_\_\_ day of \_\_\_\_\_, 20 \_\_\_\_\_. You have deposited \$ \_\_\_\_\_ in actual capital (“Actual Funds”). Further, you have designated \$ \_\_\_\_\_ in committed capital (“Nominal Funds” or “Trading Level”), which shall be Actual Funds plus Notional Funds, to the trading program pursuant to the Agreement.

Any increase or decrease in the notional portion of the account may be made only upon prior notice to and agreement with the Advisor. Withdrawals of capital from the account (including notional equity) at a time when the account has a loss Carry Forward Loss (as defined in the Disclosure Document) will result in an adjustment to such Carry Forward Loss in a ratio equal to the withdrawal divided by the equity prior to the withdrawal. Additions of capital subsequent to a withdrawal will reduce the adjustment to the Carry Forward Loss but in no case increase the Carry Forward Loss above its previous highest level. Such addition may be cash or notional.

*The Advisor is providing this document to you because you have expressed your desire to us to use committed or notional funds to increase the leverage available to the Advisor in trading your account. You hereby represent to the Advisor that this decision is your own, and was not solicited. It is understood that the purpose of this document is to provide you with supplemental risk disclosure, and thus will not alter any rights or obligations that are contained in the Agreement.*

You should be aware that by using committed or notional funds to allow the Advisor to increase your leverage beyond that which the Advisor would recommend if he or she were limited solely to the equity in your account will subject your account to additional risks not disclosed in the Disclosure Document including:

1. Trading your account as though the notional or committed amount were actually in your account will produce profits and losses that are greater than if the Advisor were trading only the actual equity in your account.
2. Trading your account as though the notional or committed amount were actually in your account will tend to result in more active trading, thus resulting in greater commissions charges.
3. You will be subject to higher management fees since the Advisor will charge management fees to your account based upon the notional or committed amount, not your actual account equity.

4. You will be more likely to incur margin calls, and these calls will be larger than if the Advisor traded your account based only upon the actual account equity. You will be required to meet margin requirements as requested by the clearing broker and Advisor, and neither the clearing broker nor the Advisor will be responsible for margin calls or deficit balances in your account which may result from your use of notional or committed funds to increase leverage.
5. The performance of your account may differ materially from the Advisor's previous trading history as presented in this Disclosure Document, as well as from other accounts traded by the Advisor, which do not use notional or committed funds to increase leverage.

I hereby acknowledge that I have read and understand this statement regarding additional risk associated with the use of notional or committed funds to increase leverage. The Advisor may at any time upon written notice terminate its agreement to trade committed or notional funds.

ACKNOWLEDGED AND AGREED TO BY CLIENT:

\_\_\_\_\_  
First Customer's Signature

\_\_\_\_\_  
Second Customer's Signature,  
if a joint account

\_\_\_\_\_  
First Customer's Name (Print)

\_\_\_\_\_  
Second Customers Name (Print)

\_\_\_\_\_  
Date

\_\_\_\_\_  
Date

## **KINGDOM TRADING, LLC**

1140 Nursery Avenue  
Metairie, LA 70005  
Telephone: (504) 400-0576

### **PRIVACY POLICY**

Kingdom Trading, LLC values its customers, and maintaining customer trust and confidence is our highest priority. While it is necessary that we obtain accurate and current information about our customers in order to provide the highest level of customer service, we are dedicated to protecting the privacy and confidentiality of our customer's information.

Kingdom Trading will never sell your personal information to anyone. We will not use or distribute your personal information in any way without prior notification to you. We promise that we will uphold the privacy policies and procedures as set forth below.

#### **Information we collect about our customers**

- The personal information we collect from you comes from information you supply to us in your FCM Account Application, or in other forms you may provide us. This information may include your name, address, social security number or tax identification number, as well as financial information about you.
- Information regarding your investment and other transactions with us, as well as your use of the services and products that we provide.
- Information about your credit history and information we may receive from your introducing broker or agent and other consumer reporting agencies.

#### **Information we may share about our customers**

- Kingdom Trading may share personal information about our current and former customers with our affiliated companies and service providers. In either case, your personal information will remain subject to the strictest confidentiality protections.

#### **Information we may disclose**

- We may disclose information about current or former customers in order to cooperate with legal or regulatory authorities or pursuant to a court order or subpoena.
- We may also disclose personal information as necessary to perform credit checks, collect debts, enforce our legal rights or otherwise protect our interests and property.

#### **Security**

- Only authorized Kingdom Trading employees will have access to your personal information. All such information is safeguarded using strict security measures at Kingdom Trading's office of operations. All of our employees, affiliates and services providers are held to the highest standards of privacy and security.