



**APPLICATION
FOR PRIVATE PERSON TO TRADE VIA DNB TRADE™**

To implement the provisions of Directive 2004/39/EC of the European Parliament and the Council (MiFID) and the Law of the Republic of Lithuania on Markets in Financial Instruments transposing the aforesaid Directive (herein – the Law on Markets in Financial Instruments), financial brokerage firms shall ensure a high level of protection of investors.

The obligation of AB DNB Bankas in the conduct of business with its clients is to act honestly, fairly and professionally in accordance with the best interests of its clients. To comply with the aforesaid, we kindly ask you to fill in the present application.

In view of the answers given by you we will assess whether the service is appropriate to you and whether your knowledge and experience is sufficient to understand the risk associated with relative financial instruments.

GENERAL INFORMATION		
Full name		
Personal number		
Residence address		
Correspondence address (if differs from the residence address)		
State of Residence		
State of Tax Residence		
Telephone No		
E-mail		
Marital Status	Married <input type="checkbox"/>	Single <input type="checkbox"/>
Financial instruments portfolio ¹ , including monetary funds (EUR)	<input type="checkbox"/> < EUR 10 000 <input type="checkbox"/> EUR 10 000 - 500 000 <input type="checkbox"/> > EUR 500 000	
¹ Financial instruments portfolio – a set of the financial instruments held by the investor (as defined in Paragraph 4 of Article 3 of the Law of the Republic of Lithuania on the Markets in Financial Instruments), such as (including, but not limited to): <ul style="list-style-type: none"> - Transferrable securities (shares, depository receipts in respect of shares, bonds, etc.); - Money market instruments (treasury bills, certificates of deposit, etc.); - Securities of collective investment undertakings (investment fund units, etc.); - Derivatives (forward, swap, option, future transactions, contracts for difference (CFD), credit default swaps (CDS), financial instruments linked to prices/rates, indices and/or events, other derivative contracts). 		
Education	<input type="checkbox"/> Secondary school education incomplete <input type="checkbox"/> Secondary school education <input type="checkbox"/> Higher education (other than university) <input type="checkbox"/> University education (finance, banking, economics and/or business administration) <input type="checkbox"/> University education (other)	
Current occupation		
Previous occupation		
Have you had a job that requires / does your job require knowledge of the investment services and (or) the transactions envisaged?	YES <input type="checkbox"/>	NO <input type="checkbox"/>
If your answer is YES, have you worked / do you work in the financial sector?	YES <input type="checkbox"/>	NO <input type="checkbox"/>
If your answer is YES, how long have you been working / are you working in this position in the financial sector?	<1 year <input type="checkbox"/>	>1 year <input type="checkbox"/>
KNOWLEDGE OF FINANCIAL INSTRUMENTS, MARKETS AND TRANSACTIONS (Please answer all below questions by ticking <u>one option only</u> on each of the questions)		
1. Does the performance of a financial instrument in the past guarantee the same performance in the future?		
• Yes	<input type="checkbox"/>	
• No	<input type="checkbox"/>	

2. "ETFX DAX 2x Short Fund" appreciates as DAX index depreciates. What is the profit/loss if DAX rises by 10%?	
<ul style="list-style-type: none"> • -10% • +10% • +20% • -20% 	<input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>
3. Is it possible to loose most of the portfolio invested in stocks and/or exchange traded funds (ETF)?	
<ul style="list-style-type: none"> • Yes • No 	<input type="checkbox"/> <input type="checkbox"/>
4. What is the possible annual change in the price of the stock of an average company operating in the real economy?	
<ul style="list-style-type: none"> • from -5 to + 5% • from -15 to +15% • from -30 to +30% 	<input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>
5. Do you agree that it is possible to loose more than your initial investment by trading on margin?	
<ul style="list-style-type: none"> • Agree • Disagree 	<input type="checkbox"/> <input type="checkbox"/>
6. Can the bank close all margin positions of the client (stop-out) without a notice to the client?	
<ul style="list-style-type: none"> • Yes, if the investor fails to deposit additional money to the margin account upon demand (margin call), and the portfolio losses further accumulate and reach a certain point • No • Yes, subject to a notice by telephone 	<input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>
7. The investor used a 1:5 leverage and the price moved 6% against the investor. What is the loss of the initial investment for the investor?	
<ul style="list-style-type: none"> • 30% • 6% • 11% 	<input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>
8. What is the financial leverage?	
<ul style="list-style-type: none"> • The trading position • The notional value of the trading position to the own funds ratio • Minimum deposit required to open a trading position 	<input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>
9. The investor opened a short EUR/USD position at 1.2940 and closed at 1.2840. The transaction volume is 100 000. What is the profit/loss?	
<ul style="list-style-type: none"> • USD 1 000 loss • USD 1 000 profit • EUR 1 000 loss 	<input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>
10. EUR/GBP is quoted at 0.8005/0.8007. What is the position the investor can open at such prices?	
<ul style="list-style-type: none"> • Buy EUR for 0.8007 and sell EUR for 0.8005 • Buy GBP for 0.8007 and sell GBP for 0.8005 	<input type="checkbox"/> <input type="checkbox"/>
11. The investor opened a long position. Where shall the stop order be placed?	
<ul style="list-style-type: none"> • Above the opening price • Below the opening price 	<input type="checkbox"/> <input type="checkbox"/>
12. EUR/USD spot rate is 1.25 and forward rate is 1.2550. What is the cause of the difference?	
<ul style="list-style-type: none"> • The market expectations that EUR will appreciate • The difference between the EUR and USD interest rates 	<input type="checkbox"/> <input type="checkbox"/>

13. What FX forward transaction shall be made by a Lithuanian company engaged in the export to the USA?	
<ul style="list-style-type: none"> • Sell USD • Buy USD 	<input type="checkbox"/> <input type="checkbox"/>
14. What is the risk of opening a short position in options?	
<ul style="list-style-type: none"> • The risk is substantial, but the eventual loss for the investor is limited by the agreement • The short position in options exposes the investor to unlimited losses 	<input type="checkbox"/> <input type="checkbox"/>
15. Is the margin call procedure applicable in case of an option?	
<ul style="list-style-type: none"> • Yes, if the investor has opened a short position in options • No • It depends on the asset underlying the option 	<input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>
16. The investor has a long position in gold. What option would hedge against the depreciation?	
<ul style="list-style-type: none"> • Long CALL option • Long PUT option • Short CALL option 	<input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>
17. The investor has a short position in CFD Commodities. In which case the investor faces the risk of loss?	
<ul style="list-style-type: none"> • When the commodity price rises • When the commodity price drops 	<input type="checkbox"/> <input type="checkbox"/>
18. Due to lower than usual liquidity there was a sharp move in the price of CFD McDonald's Corp. stock (price gap). Will the stop loss order placed before the price gap be executed?	
<ul style="list-style-type: none"> • It will be executed at the stop loss price specified by the investor • It will be executed below the stop loss price which will downsize the investment result • It will not be executed as the order is automatically cancelled in such case 	<input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>
19. The margin requirement for a CFD stock is 25%. What is the leverage for the investment?	
<ul style="list-style-type: none"> • 1:25 • 1:4 • As chosen by the investor 	<input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>
20. Is the margin call procedure applicable in case of the trading in futures?	
<ul style="list-style-type: none"> • Yes • No 	<input type="checkbox"/> <input type="checkbox"/>
21. The price of gold is USD 1 800 per ounce. The client deposited USD 15 000 in the trading account and opened a 1 lot (100 ounces) position in gold on the GLOBEX. What is the leverage?	
<ul style="list-style-type: none"> • 1:12 • 1:15 • 1:18 	<input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>
22. The futures exchange set the margin requirement of EUR 800 for 1 lot (50 tonnes) of milling wheat. The investor bought 2 lots at EUR 200 per ton. He deposited EUR 1 700. The price dropped by 1 percent since then. What is the amount to be additionally deposited by the investor to meet the margin requirement set by the exchange?	
<ul style="list-style-type: none"> • 100 EUR • 200 EUR • 300 EUR 	<input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>

EXPERIENCE IN INVESTMENT AND TRADING IN FINANCIAL INSTRUMENTS			
How long have you been investing and/or trading in financial instruments?	No experience or <1 year	1-3 year(s)	>3 years
FX Spot	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
FX Forwards	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
FX OTC Options	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
CFD Stocks	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
CFD Commodities	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Futures	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Stocks	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Which of the following transaction frequencies would describe your trading activity best?	At least 2 transactions a month	At least 2 transactions a quarter	No or less than 2 transactions a quarter
FX Spot	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
FX Forwards	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
FX OTC Options	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
CFD Stocks	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
CFD Commodities	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Futures	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
Stocks	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
OTHER INFORMATION			
Are your English language skills sufficient to use the trading platform and to fully understand the documentation related to the service?	YES <input type="checkbox"/>		NO <input type="checkbox"/>
Details of DNB Trade Account			
Type of DNB Trade Account	<input type="checkbox"/> Classic <i>(min. initial deposit – EUR 2 thou)</i>	<input type="checkbox"/> Premium <i>(min. initial deposit – EUR 10 thou)</i>	
Base currency of DNB Trade account (please tick one currency only)			
EUR <input type="checkbox"/> USD <input type="checkbox"/> GBP <input type="checkbox"/> NOK <input type="checkbox"/> SEK <input type="checkbox"/>			
Sub-account currencies of DNB Trade Premium account			
EUR <input type="checkbox"/> USD <input type="checkbox"/> GBP <input type="checkbox"/> NOK <input type="checkbox"/> SEK <input type="checkbox"/>			
Please choose financial instruments which you need to access on DNB Trade platform			
<input type="checkbox"/> FX Spot			
<input type="checkbox"/> FX Forwards <i>(if chosen, access to FX Spot will be given as well)</i>			
<input type="checkbox"/> FX OTC Options			
<input type="checkbox"/> CFD Stocks			
<input type="checkbox"/> CFD Commodities			
<input type="checkbox"/> Futures			
<input type="checkbox"/> Stocks			



THE CLIENT HEREBY ACKNOWLEDGES THAT ALL THE INFORMATION PROVIDED HEREIN ABOVE IS TRUE AND CORRECT.

Please note AB DNB Bankas will make the decision in respect of the access to specific financial instruments on the basis of your answers related to the knowledge and experience.

CLIENT

AB DNB Bankas
(to be filled in by Markets)

(full name)

(signature)

(full name, position)

(signature)

Seal

Date

Date

Please send the filled in application in one of the below ways:

E-mail: documentation@dnb.lt

Mail: Konstitucijos ave. 21A, LT-03601 Vilnius, Lithuania