

# Appropriateness Assessment – UK Warrants & Securitised Derivatives

## What to do next?

Please complete this form if you wish to trade in UK Warrants and/or Securitised Derivatives e.g. Covered Warrants.

Please answer all questions below.

If you are an existing TD Waterhouse customer, please enter your Customer Account Number here:

## Product Information

### Warrants

A warrant is a time-limited right to subscribe for shares, debentures, loan stock or government securities and is exercisable against the original issuer of the underlying securities. It is important to note that a relatively small movement in the price of the underlying security results in a disproportionately large movement, unfavourable or favourable, in the price of the warrant. As a result, the prices of warrants can be volatile. The right to subscribe conferred by a warrant is generally limited by time, which means that if the investor fails to exercise this right within the predetermined time-scale then the investment becomes worthless. It is therefore important to understand that if you are considering purchasing a warrant you should be prepared to lose all of the money you have invested plus any commission or other transaction charges.

### Securitised Derivatives (e.g. Covered Warrants)

These instruments may give you a time-limited right to acquire or sell one or more types of investment, which is normally exercisable against someone other than the issuer of that investment. Or they may give you rights under a contracts for difference, which allow for speculation on fluctuations in the value of the property of any description or an index, such as the FTSE 100 index. In both cases, the investment or property may be referred to as the "underlying instrument". These instruments often involve a high degree of gearing or leverage, so that a relatively small movement in the price of the underlying investment results in a much larger movement, unfavourable or favourable, in the price of the instrument. The price of these instruments can therefore be volatile. These instruments have a limited life, and may (unless there is some form of guaranteed return to the amount you are investing in the product) expire worthless if the underlying instrument does not perform as expected. You should only buy this product if you are prepared to sustain a total loss of the money you have invested plus any commission or other transaction charges.

**For more information please refer to the Customer Terms of Service on our website [tdwaterhouse.ie](http://tdwaterhouse.ie)**

This form will help us to assess whether you have the necessary knowledge and experience in order to understand the risks involved in dealing in UK Warrants and/or Securitised Derivatives. Please answer all of the following questions as honestly as possible. Should you not wish to share the necessary information with TD Waterhouse then this will restrict our ability to assess whether you have the required knowledge and experience to understand the risks involved in investing in Warrants and/or Securitised Derivatives.

	First applicant		Joint applicant (if applicable)	
<b>1. How many times a year do you trade in shares, bonds, fixed interest &amp; funds?</b>	<input type="checkbox"/> None	<input type="checkbox"/> 5 or less	<input type="checkbox"/> None	<input type="checkbox"/> 5 or less
	<input type="checkbox"/> 6-20	<input type="checkbox"/> 21+	<input type="checkbox"/> 6-20	<input type="checkbox"/> 21+
<b>2. How many times a year do you trade in Contracts for Difference (CFDs), Financial Spread Bets (FSB), Futures and Options?</b>	<input type="checkbox"/> None	<input type="checkbox"/> 5 or less	<input type="checkbox"/> None	<input type="checkbox"/> 5 or less
	<input type="checkbox"/> 6-20	<input type="checkbox"/> 21+	<input type="checkbox"/> 6-20	<input type="checkbox"/> 21+
<b>3. How many times a year do you trade:</b>				
<b>Warrants?</b>	<input type="checkbox"/> None	<input type="checkbox"/> 5 or less	<input type="checkbox"/> None	<input type="checkbox"/> 5 or less
	<input type="checkbox"/> 6-20	<input type="checkbox"/> 21+	<input type="checkbox"/> 6-20	<input type="checkbox"/> 21+
<b>Securitised Derivatives?</b>	<input type="checkbox"/> None	<input type="checkbox"/> 5 or less	<input type="checkbox"/> None	<input type="checkbox"/> 5 or less
	<input type="checkbox"/> 6-20	<input type="checkbox"/> 21+	<input type="checkbox"/> 6-20	<input type="checkbox"/> 21+
<b>4. How many years experience do you have trading:</b>				
<b>Warrants?</b>	<input type="checkbox"/> None	<input type="checkbox"/> Less than 1	<input type="checkbox"/> None	<input type="checkbox"/> Less than 1
	<input type="checkbox"/> 1-4	<input type="checkbox"/> 5+	<input type="checkbox"/> 1-4	<input type="checkbox"/> 5+
<b>Securitised Derivatives?</b>	<input type="checkbox"/> None	<input type="checkbox"/> Less than 1	<input type="checkbox"/> None	<input type="checkbox"/> Less than 1
	<input type="checkbox"/> 1-4	<input type="checkbox"/> 5+	<input type="checkbox"/> 1-4	<input type="checkbox"/> 5+
<b>5. Have you traded in Warrants, Covered Warrants, CFDs, FSB, Futures and/or Options in a professional capacity in the last 5 years?</b>	<input type="checkbox"/> Yes	<input type="checkbox"/> No	<input type="checkbox"/> Yes	<input type="checkbox"/> No
	<input type="checkbox"/> Dont know		<input type="checkbox"/> Dont know	

I/we confirm that I/we understand the nature of the risks associated with dealing in UK Warrants & Securitised Derivatives and that I/we consider them suitable for my/our investment objectives. I/we verify the answers I/we have provided are to the best of my/our knowledge and are truthful. I/we have read the Customer Terms of Service and understand why I/we need to complete this form.

First applicant signature

Joint applicant signature

X

X

Date

Date

**Return your form to TD Waterhouse Customer Accounts Dept., AA1626, PO Box No. 4214, FREEPOST, DUBLIN 2 (please ensure that you write 'No stamp required' in the top right corner of your envelope).**