

SERAC, LLC

A Registered Commodity Trading Advisor
A Member of the National Futures Association

Disclosure Document

Date: June 1, 2012
Expires: February 28, 2013

Reversal Program

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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 COMMODITY INTERESTS 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 FUTURES CONTRACT OR SELL A COMMODITY OPTION OR ENGAGE IN OFF-EXCHANGE FOREIGN CURRENCY TRADING YOU MAY SUSTAIN A TOTAL LOSS OF THE INITIAL MARGIN FUNDS OR SECURITY DEPOSIT 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 INTEREST 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 9, 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 INTEREST MARKETS. YOU SHOULD THEREFORE CAREFULLY STUDY THIS DISCLOSURE DOCUMENT AND COMMODITY INTEREST TRADING BEFORE YOU TRADE, INCLUDING THE DESCRIPTION OF THE PRINCIPAL RISK FACTORS OF THIS INVESTMENT, AT PAGE 4.

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 OR RETAIL FOREIGN EXCHANGE DEALER, AS APPLICABLE.

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Attached Account Forms:

Trading Advisory Agreement

Limited Trading Authorization and Power of Attorney

Trading Level Agreement

Authorization to Pay Fees

Committed Funds Agreement

About Us

Serac, LLC is an Idaho LLC formed in December 2008 by President and founder, Tyson Jensen. *Serac* was started to take advantage of the plummeting real estate market, as well as an avenue to produce short term gains through trading in the commodity and stock markets. We watched as the real estate market continued to fall for a few years and our focus changed to researching and building trading strategies.

As we developed trading strategies from past market patterns we then defined them specifically enough to allow for computer automated trading. With the desire to remain liquid in our investments, our systems were developed to target same day entries and exits. This also helped us in avoiding long term plays which can tend to draw down capital for longer periods of time.

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We are registered with and/or are members of the following regulatory agencies:

Regulator	Registration	Effective Date
Commodity Futures Trading Commission ("CFTC")	CTA	Sep 6, 2011
National Futures Association ("NFA")	Member	Sep 7, 2011

Prior to registration as a CTA the Firm traded an exempt commodity pool under an exemption with the CFTC pursuant to Regulation 4.13(a)(2).

This Disclosure Document is issued from June 1, 2012 and expires on February 28, 2013.

Regulator – Commodity Futures Trading Commission ("CFTC")
National Futures Association ("NFA")

As of the date of this Disclosure Document, *Serac, LLC* is currently only trading its own proprietary accounts.

The past performance of *Serac, LLC* is presented on page 14 of this Disclosure Document.

About Our Principal

Tyson Jensen, President

Mr. Jensen was raised on a farm in Idaho, far from the financial centers of the world. This upbringing has led him to be a self starter and inquisitive by nature. After graduating high school in 1998 he became interested in the real estate market, looking at rental properties and undervalued homes that could be bought and sold quickly. When the crash of 2000 hit the real estate market, Tyson began to study economic cycles and looked for ways to recognize them.

Tyson began trading his personal accounts in the stock market in March 2005; at that time, using fundamental analysis. However, after quickly realizing the short term gains attainable through technical analysis, he devoted his study to charting techniques. Based on this analysis, he developed a winning system in the stock market, which he still uses today, and has profitably carried to the futures market using these same principles.

Since December 2008, Tyson started *Serac, LLC* and has since devoted the majority of his time to identifying

and documenting patterns in the futures market. From his notes, he has built computer programs to test these proprietary set ups. The results confirm that regardless of volatility or market sentiment, the same principals pertaining to the trading systems stay in tack. After a few years of trading his proprietary accounts and self study Tyson took the necessary steps and registered *Serac, LLC* as a Commodity Trading Advisory firm in 2011.

Before Tyson began investing full time he was self employed from March 2005 until December 2005 trading his own accounts. Starting in January 2006 thru December 2008, he worked with his father, Kirby Jensen; managing Jensen Storage, Inc, a business built to take the place of volatile family agricultural business. Jensen Storage, Inc was a warehouse and delivery service for the Department of Energy/s, Advance Mixed Waste Treatment Project (AMWTP). In addition to managing, Tyson helped build an accounting system to document warehouse items as well as the logistical end of the business.

Investment Philosophy and Methodology

Serac, LLC seeks to find uncorrelated investment and trading systems that not only differ from the stock indices but also from one to another. Our approach is technical based with a focus on the human element. Whether markets are flat or very volatile there are still certain traits that can be found in common with these different trading environments. It is this idea which is the basis of our approach to trading. We are very intent to control draw downs, while utilizing capital very efficiently, to produce attractive gains.

Several systems, time frames, and markets are used to diversify and keep the over all portfolio as uncorrelated as possible. The trading strategies and systems implemented may be revised from time to time as a result of ongoing research and development. We constantly seek to develop new trading strategies and systems as well as test methods currently implemented. With this in mind, we do take great care as to not curve fit any of our systems.

Trading Programs

Currently we only offer one trading program – The Reversal Program. This program trades futures primarily in the Indexes like the S&P E-Mini and Russell 2000 Mini, as well as commodities such as crude oil, metals, and grains. The majority of the trading is done using fully automated algorithmic trading programs. These proprietary systems will be mainly day trades or very short swing trades. These systems use very different technical indicators such as time, moving averages, ATR, volume, and other tools specific to each system. When discretionary trading takes place it is only after extensive characterization of market conditions and past trade opportunities. We consider these trades discretionary even though we are using rule based systems that, in the future, will most likely be duplicated in an automated environment.

Below are the products traded at this time, as well as the futures exchanges.

Markets	Exchanges
Index	
S&P E-Mini	CME
Russell 2000 Mini	NYBOT
Metals	
Gold	COMEX
Silver	COMEX
Copper	COMEX
Energy	
Crude Oil	NYMEX
Grains	
Corn	CBOT

Wheat

CBOT

Since we limit the amount we put into each system, we believe that we can keep a very competitive edge by trading markets and positions that larger firms might not be able to utilize. By trading smaller amounts, we are able to keep tight stops as well as enter and exit the market as needed with great ease.

The strategies we use are a mixture of trend following, reversals, and some “always in” systems. By using these different methodologies spread over different markets we are able to truly diversify and trade without prejudice.

Principal Risk Factors

Since our trading is short term, day trading and short swing trading, there is a significant risk of a high volume of trades producing increased transaction fees to your account. We estimate that for every million dollars invested that there would be about 3900 round turn transactions per year.

Volatility

Futures prices are highly volatile and unpredictable. Large changes in price can occur quickly. We cannot control or predict these factors; therefore, we cannot guarantee our trading program will be profitable. In fact, you may incur substantial losses.

Speculative Nature Futures Trading

Futures contracts, unlike many securities, do not pay any dividends or interest. Profits can be made in futures trading only by selling a contract at a higher price than the price at which it was bought, or by buying a contract at a lower price than the price at which it was sold.

Use Of Leverage

Futures brokers only require that you deposit a small fraction of the full contract value as margin. You are free to deposit more margin than is required. If you chose to deposit only the minimum margin required, your gains and losses, relative to your margin deposit, will be greatly magnified by small price movements. The following formula calculates the rate of return on your margin deposit given the contract nominal rate of return and the percentage margin deposited.

$$\text{ROR on Margin} = \text{Contract Nominal ROR} / \text{Percentage Margin Deposited}$$

For example:

Contract Nominal ROR:	5%
Percentage Margin Deposit:	.10 (10%)
ROR on Margin:	$= 5\% / .10 = 50\%$

In the above example, if the contract's price were to fall more than 10% from its purchase price, you would lose more than your entire margin deposit. The broker would require you to immediately deposit funds into your account to make up for the deficit.

Normally, we use between 10% and up to 30% of your account's nominal size to satisfy minimum margin requirements. If you deposit the entire nominal account size into your brokerage account, your account will be fully funded. By fully funding your account, it is still very plausible that you will receive a margin call and be required to deposit any more funds into your brokerage account. We do not guarantee that margin calls will not occur, as it is impossible to predict future market events.

In the *Account Funding and Trading Level* section, we discuss additional risks for only partially funding your account.

Futures Markets May Be Illiquid

Under certain market conditions, it may be impossible for us to establish or liquidate positions in your account. Two such conditions are:

- Daily price limits
- Illiquid market conditions

Futures exchanges impose daily price limits on many futures contracts. The daily price limit is the amount by which a contract's price may change during a single day. For example, if the daily limit for soybean futures is 50 cents, then no trades may take place at a price greater than 50 cents above the prior day's settlement price or less than 50 cents below the prior day's settlement price. It may be impossible to trade if there are no willing buyers or sellers at prices within the daily limits. Occasionally, market prices move the daily limit for several consecutive days with little or no trading possible. Such limit moves may prevent us from liquidating losing positions and you may incur substantial losses.

During a crisis, or other periods of great uncertainty, the price spread between the best bid and best offer can be very large. Under such conditions, we may not be able to execute trades for your account at or near favorable prices. You could incur substantial losses during such periods.

Failure of the Futures Commission Merchant

Under CFTC regulations, futures commission merchants ("FCM") are required to maintain customer's assets in a segregated account. If a customer's FCM fails to do so, the customer may be subject to risk of loss of funds in the event of its bankruptcy. Even if such funds are properly segregated, the customer may still be subject to a risk of a loss of his funds on deposit with the FCM should another customer of the FCM or the FCM itself fail to satisfy deficiencies in such other customer's accounts. Bankruptcy law applicable to all United States FCM requires that, in the event of the bankruptcy of such an FCM, all property held by the FCM, including certain property specifically traceable to the customer, will be returned, transferred or distributed to the FCM customers only to the extent of each customer's pro-rata share of all property available for distribution to customers. If any FCM retained by the customer were to become bankrupt, it is possible that the customer would be able to recover none or only a portion of its assets held by such FCM.

Options

We may trade options on futures contracts. Options on futures contracts are traded on United States exchanges and foreign exchanges. Each option is a right, purchased for a certain price, to either buy or sell a futures contract during a certain period of time for a pre-established price. Although successful option trading probably requires many of the same skills required for successful futures trading, the risks involved might be somewhat different. Specific market movements of futures contracts underlying an option cannot accurately be predicted. The purchaser of an option is subject to the risk of losing the entire purchase price of the option including commissions and fees. The writer of an option is subject to the risk of loss resulting from the difference between the premiums received for the option and the price of the futures contract underlying the option, which the writer must purchase or deliver upon exercise of the option. In certain circumstances, selling "naked" options, i.e. selling an option without a position in the underlying contract, may involve unlimited risk. For example, selling call option on a gold futures contract without having a long position in the underlying gold futures contract would expose the call option seller to unlimited risk since there is no limit to how high the price of gold may rise. Options trading on United States exchanges are subject to the regulations of those exchanges and by that of the CFTC.

Statutory Regulations

In accordance with the provisions of the Commodity Exchange Act, the regulations of the CFTC, and the rules of the NFA, *Serac, LLC* is registered as a CTA and is a member of the NFA. If our CFTC CTA registration or NFA membership were to be terminated, suspended, revoked, or not renewed, we would be unable to trade commodity interests on behalf of clients until such registration and/or membership were reinstated. *Serac, LLC* is not registered under the Investment Advisers Act of 1940, as amended (or any similar state law). Protective measures provided by such legislation will not be afforded to clients.

Charges to a Client's Account

You are obligated to pay brokerage commissions, exchange and NFA fees, and management fees regardless of whether you realize profits. Our incentive fee is based, in part, upon unrealized appreciation in open commodity positions. You may never realize such unrealized appreciation. Incentive fees previously paid against such unrealized appreciation will not be refunded.

Reliance on Key Personnel

If the services of the company's principal, Tyson Jensen, were interrupted or unavailable, we may not be able to service your account. In the worst case, the advisory agreement between you and us would have to be terminated. However, in the event Mr. Jensen's services were to become unavailable or interrupted, you would be able to handle your accounts with the assistance of your broker.

Limited Operating History of the Advisor

Serac, LLC was organized in 2008, and therefore does not have extensive experience in managing client accounts. However, we have done extensive research and follow a strict trading plan. Therefore, we possess adequate experience to provide the financial services offered in this Disclosure Document.

Reliance on our Trading Program

We conduct ongoing research and development to improve our trading programs. Occasionally, we may revise our trading methods as a result of this research. The specific details of our trading methods are proprietary. You will not be able to determine the details of those methods or whether the methods which generated past performance results are being followed. The trading methods and markets that we will use in the future may differ significantly from the methods that we currently use. We cannot assure you that the techniques and strategies that we currently use, or that we will use in the future, will be profitable.

Reliance on Computerized Trading

We make use of a computerized trading system to generate and place trades. At any given time, the trading system could experience a system failure. In the event of a system failure, it is possible that for a certain time period we may not be able to process new orders, execute existing orders, or modify or cancel orders that were previously entered. A system failure may also result in the loss of orders or order priority. However, we have developed adequate backup and disaster recovery policies and procedures that we believe are adequate to minimize these situations and to prevent unexpected losses.

Trading Errors

Although we will attempt to correct trading errors as soon as they are discovered, we are not responsible for poor execution or trading errors committed by us or our brokers. All errors, except those resulting from willful misconduct or fraud, should be considered a cost of investing.

Lack of Diversification

There may be a heavy concentration of a given commodity, or commodity complex, which could increase the possibility of loss (as well as gain) in your account. Since our program works with specific commodities, we use stops to protect against market collapse instead of diversification.

Varied Performance Depending on Start of Trading

Your account may commence trading at a less favorable time, such as after profitable moves in a number of markets. Specifically, in the event that your account begins trading after a period of profitability experienced by our program, your account may experience a losing period, perhaps of a considerable length, during the early months of trading.

Futures Markets are Non-Correlated to other Asset Classes

Generally, assets invested in futures accounts have been non-correlated to the performance of other investment asset classes (such as stocks and bonds). As a result of this non-correlation, a futures account managed by us should not be expected to automatically profit during unfavorable periods experienced in the stock or bond markets, or vice-versa. The futures markets are fundamentally different from the securities markets, therefore making any comparison inherently limited.

Account Funding and Trading Level

We require a minimum nominal account size of \$100,000. We do reserve the right to accept any level of funding we deem suitable.

Before we begin to trade your account, you must sign a Trading Level Agreement. This agreement specifies the nominal account size upon which we will base our trading decisions for your account regardless of the amount of actual funds on deposit in your brokerage account. We will calculate all CTA fees based on the nominal account size.

To maintain our CTA services, you will not be permitted to withdraw funds that would reduce your nominal account size below \$100,000.

Partially Funded Accounts

You may choose to partially fund your account meaning that you may deposit less than the nominal account size in your brokerage account. If you do, we may require that you sign a Committed Funds Agreement authorizing us to transfer funds, at any time, from a Committed Funds account to your futures brokerage account that we manage.

You should request us to advise you of the amount of cash or other assets (actual funds) which should be deposited to your account for the account to be considered "Fully-Funded". This is the amount upon which we 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 our program. You are reminded that the nominal account size you have agreed to in writing is not the maximum possible loss that your account may experience. 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:

- Although your gains, losses, fees and commissions as measured in dollars will be the same, they will be greater when expressed as a percentage of account equity.
- You may receive more frequent and larger margin calls.

You may use the following table to convert a Fully-Funded Rate of Return to an equivalent Actual Funds Rate of Return at various funding levels of our program.

	Level of Funding			
	100%	50%	30%	10%
Nominal (Fully Funded) ROR	Actual Funds ROR			
20.00%	20.00%	40.00%	66.67%	200.00%
10.00%	10.00%	20.00%	33.33%	100.00%
0.00%	0.00%	0.00%	0.00%	0.00%
-10.00%	-10.00%	-20.00%	-33.33%	-100.00%
-20.00%	-20.00%	-40.00%	-66.67%	-200.00%

Unless you instruct us otherwise in writing, additions and withdrawals from your partially funded brokerage account will directly increase or decrease your nominal account size. For example, suppose you have instructed us to trade your account at a nominal level of \$1,000,000, but you have only partially funded your brokerage account with \$500,000. If you then deposit an additional \$100,000 into your brokerage account and do not instruct us otherwise in writing, we will trade your account at a nominal level of \$ 1,100,000. The same principal will be applied in relationship to the net performance of your account, meaning that any gains or losses will be treated the same as deposits and withdrawals and applied to the nominal account size.

The aforementioned information relating to partially funded accounts has been provided solely for the purpose of helping you understand the information contained in this disclosure document. It is not meant as a recommendation by us for you to partially fund your account. You should consult your financial adviser to determine if the use of a partially funded account is suitable for you.

Brokerage Arrangements

You must select a futures commission merchant ("FCM") that will carry your account. Commission fees and other charges to your account by your broker vary significantly and are negotiated between you and your broker.

You are free to use any FCM or introducing broker ("IB") that you wish; provided, however, that we must approve your choice. We reserve the right to reject your chosen FCM or IB for any reason, including but not limited to the costs being charged are substantially higher than the competition or if there is any reason to expect less than acceptable standards of execution, book keeping, or service.

We have no affiliation or business arrangement with any broker whereby we benefit from you maintaining your account with any broker. The only compensation that we earn from any client account that we manage is from the advisory fees that we charge.

Give-Ups

We will direct all trades for your account to the executing broker of our choice. If the executing broker is not the same broker that carries and clears your account, we will instruct the executing broker to "give-up" the trade to your clearing broker. Your clearing broker will pay the executing broker, out of your account, a give-up fee estimated at \$1.00 per side or less. You must sign documentation authorizing us to negotiate and enter into give-up agreements on your behalf with the executing and clearing brokers involved.

Electronic Trading Platform Fees

We may execute trades for your account using an electronic trading platform provided by Trade Station. Any electronic trading platform execution fees will be paid out of your account. We estimate that electronic trading platform fees will be \$1.00 per side or less, with a possible \$100 per month base platform fee.

Block Orders

We may block orders for your account with orders for other client accounts, including our own proprietary accounts, by placing a single block order. In this manner of trading, we attempt to trade client accounts in parallel, making trades for accounts and apportioning the number of each commodity interest ratably among accounts based on the equity in each account. We employ an objective price allocation procedure for block orders such that no account or group of accounts receives consistently favorable or unfavorable treatment. Specifically, our procedure for allocating block orders resulting in split fills (i.e. more than one price) will be accomplished pursuant to a high-low method. This method apportions the higher fill prices to the higher account numbered clients for both buys and sells, and the lower fill prices to the lower account numbered clients for both buys and sells. This method is one of the industry standards and results, in our opinion, in a fair and equitable method of order allocation. Furthermore, depending on the exchange, the prices may be averaged pursuant to the exchange's Average Pricing System ("APS"). Neither we, nor our principals, will be required to take the worst fill price. With respect to partial fills, buys will go to the lowest numbered account clients first and sells to the highest numbered account clients first.

Advisory Fees

Management and incentive fees are normally accrued monthly with most firms. In most cases the Management Fee is waived, however if the fee is assessed the formula described below will be followed. There will be an incentive fee which will be calculated using the formula listed below and only assessed when the client's account is profitable. The fees may vary from client to client depending on account size and other factors. The fee rates agreed upon will not generally exceed the levels indicated below. Accordingly, no assurance can be given that the fees that will be charged to your account will be more or less than the fees that will be charged to any other Client account managed by us. In all cases, the specific fees will be agreed upon with the Client before a Trading Advisory Agreement is executed, and the specific management fee and incentive fee percentage will be documented in the Trading Advisory Agreement. We will not charge an upfront fee upon the opening of your account. Also your account may be traded using an Electronic Trading Platform with fees of \$1.00 per side or less, with a possible \$100 per month base platform fee.

You will be asked to sign a Fee Payment Authorization directing your broker to deduct fees payable to us directly from your account when we present our invoice to your broker. You will receive a copy of our invoice as well.

Fees are not refundable even if your account experiences losses in subsequent periods.

Monthly Management Fee

If your account is assessed a monthly management fee the normal fee is either \$300, or one twelfth of two percent (2% per annum) of your account's month end nominal account size, whichever is greater. For management fee calculation purposes, the month end nominal account size is the month beginning nominal account size plus or minus any realized and unrealized gains or losses, not including interest income, for the month before fees.

If your nominal account size changes at any time other than the end of a month due to deposits or withdrawals to your account, the management fee will be calculated by pro-rating the changes to your nominal account size. If our power of attorney over your account is terminated prior to the end of the

month, the management fee will be computed on a pro-rated basis on the ending value of the account as of the date the power of attorney was terminated. The date the account was terminated shall be included as a day under management.

The monthly management fee is always based on nominal account size. The management fee as a percentage of account equity will be greater for partially funded accounts than for fully-funded accounts. For example, if your month end nominal account size is \$1,000,000 and the monthly management fee is calculated to be \$1666.67, this represents 0.1667% of your nominal account size. If you have only partially funded your account with \$500,000, the management fee is still \$1,666.67, but this represents 0.3334% of your funded account equity.

The management fee is charged regardless of your account's profitability.

Monthly Incentive Fee

The normal monthly incentive fee is fifty percent (50%) of new net trading profits. New net trading profits are:

- The sum of:
- The net of any realized gains and losses for all trades closed out during the month; and
- The net of any unrealized gains and losses on open positions as of the end of the month;
- Minus:
- The net of any unrealized gains and losses on open positions as of the end of the preceding month; and
- All commissions and other brokerage fees incurred and accrued during the month; and
- Management fees incurred or accrued during the month; and
- Cumulative losses, if any, carried forward from the preceding month.

Interest earned on collateral posted as margin with your broker, such as United States Treasury bills, will not be used in calculating any incentive fee.

All open positions in your account are calculated at their fair market value at the end of each business day and at the end of the month. The market value of an open position is determined by the settlement price as determined by the exchange on which the transaction is completed, or the most recent appropriate quotation provided by the futures commission merchant as supplied by the exchange.

The incentive fee is charged only on cumulative profits in the account. If new net trading profits for the month are negative, it shall constitute a Carryforward Loss. Carryforward Losses must be recovered before we will charge your account any current monthly incentive fees. Carryforward Losses shall be carried forward from the preceding month and not carried back. If your account incurs a loss after an incentive fee has been paid, we will retain the fee, but we will not charge you another incentive fee until your account has earned new net trading profits.

If you withdraw funds from your account or otherwise cause the nominal account size to be reduced at a time when the account has a Carryforward Loss, including mid-month withdrawals when the accrued mid-month incentive fee is negative, the Carryforward Loss or negative accrued mid-month incentive fee will be reduced by the following percentage:

$$\text{Percentage Reduction} = \text{Nominal acct size after withdrawal} / \text{Nominal acct size before withdrawal}$$

If you add funds to your account or otherwise cause the nominal account size to be increased prior to the end of the month at a time when the account has accrued mid-month new net trading profits, the accrued incentive fee calculated on the effective date of the nominal account size increase shall be payable even if the

account subsequently suffers a loss by the end of the month. In other words, the incentive fee will be calculated as if the account was closed on the effective date of the nominal account size increase and a new account immediately opened.

If our power of attorney over your account is terminated prior to the end of the month, the monthly incentive fee shall be calculated as if the month ended on the effective date of termination.

If you have related accounts across the same program or a number of programs offered by us, we will compute incentive fees on each account and will not offset losses under one program or account with the gains in another program or account in order to compute a net fee due to us. Specifically, each account will be treated on their own for fee purposes. Therefore, if you have more than one account or have related accounts managed by us under different programs, it is possible that we could collect an incentive fee for the period while the net profits in all accounts owned by you on a combined basis result in a net loss.

Your account will not be charged any fees or be subject to any expenses by us other than those described above or other than as agreed to in writing by both parties. The FCM, at its own expense, will provide you with a monthly statement of equity, as well as a record of the management and incentive fees paid to us and the brokerage commissions paid to the FCM. In addition, the FCM will supply you with a confirmation of every trade executed for your account and purchase and sale statements setting forth the realized gain or loss on each such liquidated position and the brokerage commissions charged.

We may, from time to time, contract with an individual or other entity to market our trading program to prospective clients and will pay fees to such agents for referring new clients to us. Although these agents may receive part of the fees paid to us, this will not affect the fees charged to you.

Payment of Fees

The management and incentive fees will be computed and charged monthly. The management and incentive fees are due and payable upon presentation of an invoice. Unless we have an agreement otherwise, we require you to sign a Fee Payment Authorization to deduct from your account and remit directly to us payment of the management and incentive fees. With this authorization, we will forward the request for payment to the FCM, with a copy forwarded to you. The FCM will deduct the fees from your account and pay such fees to us without further verification or authorization from you. Furthermore, it is your responsibility to make funds available in the account in the event the current funds in the account are not sufficient to cover the management and incentive fee to be deducted by the FCM for the purpose of remitting the fees to us. If you have not executed a Fee Payment Authorization, the invoice will be sent to you for payment and payment is to be made within five (5) business days from receipt of the invoice. Payments relating to fees must be made payable to "*Serac, LLC*" If you prefer to make payment via electronic wire, we will provide you with wire instructions.

The management and incentive fee will also be payable in the case of a total withdrawal prior to the end of a month, within a reasonable time after such withdrawal. The management and incentive fee will be computed at the time of the withdrawal.

In the event the FCM that has been authorized to remit the advisory fees directly to us from your trading account breaches its obligation to remit the proper payment to us, we will seek payment of our properly billed fees directly from you. You will be fully responsible to make payment within five (5) business days of the date such fee invoice is present to you for payment.

Conflicts of Interest

There are potential conflicts of interest that are inherent of a CTA who also trades other accounts. We will always treat you with fairness, considering your best interest. With that in mind we want to make you aware

of the following potential conflicts of interest.

Proprietary Trading

We, or our principals, may trade for our own proprietary accounts. Although we will generally trade in parallel with client accounts, performance may differ significantly from client's performance. As we test new trading programs, we may take positions in our proprietary accounts that are opposite of the positions taken in client accounts. We will never intentionally favor a proprietary account over a client account, nor will we knowingly permit a proprietary account to trade ahead of a client account. You will not be permitted to inspect our proprietary trading records.

Management of Multiple Accounts by Us

We may enter into CTA agreements with other clients. These other accounts that we manage could compete with your account for the execution of the same trades. Because of price volatility, variations in liquidity, and differences in order execution, it may be impossible for us to obtain identical trade execution for all clients. As disclosed in the *Brokerage Arrangements* section on page 8, we use a fair and equitable price allocation procedure whereby no account or group of accounts receives consistently favorable or unfavorable treatment. We are not required to take the worst fill price for our proprietary accounts.

We may receive higher or lower fees from other clients than we receive from you. We will never knowingly favor any client account over another client account regardless of any fee structure we may have negotiated with any client.

Incentive Fees

The incentive fee arrangement entered into between us and our clients might create an incentive for us to make investments that are risky or speculative, as we would be partaking in the net performance of the clients' account. We always have our mutual interest in mind and will base our decisions for the best interest of all involved.

Other Business Affiliations

The Advisor may enter into arrangements with entities such as Commodity Pool Operators, Commodity Trading Advisors, Futures Commission Merchants or Introducing Brokers pursuant to which such entities introduce clients to the Advisor. In such cases, the Advisor may share up to 25% of the fees paid by the client to the Advisor with the entity who introduced the client. The Advisor currently has no such arrangements.

Commissions

We do not plan on partaking in the commissions charged to client accounts, although we reserve the right to collect commissions in the future instead of, or in addition to, a management and/or incentive fee. If at any time we decide to collect commissions a new Disclosure Document will be drafted and a new agreement will be put in place before we impose these changes on your account. Any fee sharing arrangements as well as the amount of commissions received will be disclosed. For example, depending on the fees negotiated between the clients, we may decide to partake in a portion of the commissions if permitted by the FCM that will carry the client's account. In the event that we receive a portion of the commissions, we may have the incentive to trade the account more aggressively in order to benefit from the commission charged to the account. We, however, represent that our objective is to ensure our client's financial objectives are met and that we will not have this type of potential conflict mitigate in any way our fiduciary responsibilities.

Legal Matters

There has never been any administrative, civil, or criminal actions, nor are there any such actions pending, on appeal, or concluded against us or any of our principals or affiliates.

Privacy Policy

We consider privacy to be fundamental to our relationship with you. We are committed to maintaining the confidentiality of your non-public information. The only information we may collect is:

- Information provided as a result of your entering into a Trading Advisory Agreement with us;
- Information available as a result of our trading your account, such as account numbers and account balances.

We will not disclose any non-public personal information about you, except to our service providers, such as accountants, auditors, and attorneys, or as required by law. We may be required to furnish your complete client records to regulators, courts of competent jurisdiction, or other entities as deemed necessary by us or as required by law. We may also be required to furnish tax information to the Internal Revenue Service. We will not sell any personal information about you or your account. Furthermore, no client will be permitted to review any other clients' records. We maintain physical, electronic, and procedural safeguards to protect our clients' non-public personal information. We restrict access to your personal information to those employees who need to know such information to provide services to you.

If the relationship between you and us ends, we will continue to treat your personal information as described in this policy. Your right to privacy extends to all forms of contact with us, including telephone, written correspondence, and electronic media, such as the Internet.

Tax Aspects

The laws relating to the taxation of commodities are too complex to be dealt with in this disclosure document. You should consult with your own CPA and accountant to determine the applicable tax laws.

Past System Performance

You are cautioned that the performance information set forth on the following pages is not necessarily indicative of any trading results which may be attained in the future, since past performance is not necessarily indicative of future results. There can be no assurance that you will make any profits at all, or that you will be able to avoid incurring substantial losses.

You should not base your decision on investing in our program solely on the past performance presented. Before you make a decision to invest in our program, you should carefully read the entire disclosure document. Additionally, in making an investment decision, you must also rely on your own examination of the person or entity making the trading decisions and the terms of the advisory agreement, including the merits and risks involved.

Between April 2011 and September 6, 2011, the firm traded the account prior to the firm's registration as a CTA effective September 6, 2011. Prior to registration as a CTA the Firm traded an exempt commodity pool under an exemption with the CFTC pursuant to Regulation 4.13(a)(2).

Client Account Performance

Reversal Program Composite Client Performance

Name of CTA:	Serac, LLC
Name of Trading Program:	Reversal Program
Inception of Trading Client Accounts:	April, 2011
This Program	April, 2011
Total Nominal Assets Under Management:	\$108,090
Total Nominal Assets Pursuant this Program:	\$108,090
# of Accounts Traded Pursuant this Program:	1
Profitable Accounts Closed:	1
Range of Return	93.81%
Losing Accounts Closed:	0
Range of Loss	0.00%
Largest Monthly Draw-Down:	August 2011 to September 2011 = (3.75%)
Worst Peak-to-Valley:	August 2011 to September 2011 = (3.75%)

PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE RESULTS

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2011				9.46%	47.27%	9.26%	13.05%	1.13%	(3.75%)				93.81%
2012			(0.14%)	2.39%	5.72%								7.97%

Notes:

Draw-Down: Losses experienced by the trading program over a specified period.

A 50% Incentive Fee and 0% Management Fee were assessed on the above performance.

Serac, LLC
260 Maurine St
Idaho Falls, ID 83401
(208) 980-7264

Reversal Program
Trading Advisory Agreement

This Agreement is made and entered into on _____, by and between Serac, LLC ("Advisor"), and _____, ("Client").

WHEREAS, the Client has speculative capital for the purpose of investing in futures contracts and options on futures contracts (collectively, "Commodity Interests"); and

WHEREAS, the Advisor has experience in managing client accounts with respect to Commodity Interests; and

WHEREAS, the Client acknowledges receipt of the Advisor's most current Disclosure Document represents that they have read and understand such Disclosure Document and that they have carefully considered the risks outlines therein; and

WHEREAS, the Client wishes to retain the Advisor to manage the Client's speculative capital through the trading of Commodity Interests; and

WHEREAS, the Advisor has agreed to provide such management services;

NOW, THEREFORE, in consideration of the foregoing, and for other good and valuable consideration, the parties hereby agree as follows:

1. The Client hereby appoints the Advisor, and the Advisor hereby accepts such appointment, as its agent and attorney in fact with full power and authority to purchase and sell Commodity Interests pursuant to the trading program and policies described in the Advisor's Disclosure Document. This limited power of attorney shall remain in full force and effect until revoked by the Client by written notice delivered to the Advisor.

2. The Client shall guarantee the sum set forth in a signed Trading Level Agreement. The Client may change the nominal account for any reason as long as the Client will sign and deliver to the Advisor a new Trading Level Agreement at least one business day prior to the effective date of the nominal account size change.

3. The Client represents that they understand that the level of trading and fees that will be charged are based on the nominal account size, and that margin calls may require the Client to fund the account beyond the actual funds deposited therein. If the Client chooses to partially fund the account, the Client agrees to execute a Committed Funds Agreement at the Advisor's request. In the case that the Client has partially funded the account, the Client acknowledges the following:

- The Client will incur greater risk from losses as measured by a percentage of assets actually deposited in the account than in a fully funded account.
- The Client will experience greater volatility resulting in larger margin calls, as measured by rates of return achieved in relation to assets actually deposited in the account than in a fully funded account.

- The Client will pay higher fees and brokerage commissions as measured by the percentage of such fees and commissions in relation to assets actually deposited in the account than in a fully funded account.

4. The Client shall authorize the Broker to furnish copies of all trade confirmations and periodic account statements to the Advisor.

5. The Advisor shall seek capital appreciation in the Client's account by trading in Commodity Interests on behalf of the Client. The Client authorizes the introducing brokers and futures commission merchants through whom the account is and may be traded to follow the various trading decisions and orders communicated by the Advisor to the same. All such transactions shall be for the Client's account and risk. The Client acknowledges that the Advisor assumes no risk or obligation as to any losses from trading which may occur in the Client's account. The Advisor shall have exclusive authority to issue all necessary instructions to the Broker, to enter into "give-up" agreements on behalf of the Client, and to act on the Client's behalf for all other things necessary or incidental to trading the Client's account. The Client hereby ratifies and confirms any and all transactions made by the Advisor on behalf of or for the account of the Client. The Client hereby agrees to indemnify and hold the Advisor, its shareholders, directors, officers, principals, employees, and affiliates harmless from any and all loss, cost, damage, indebtedness, and liabilities arising there from.

6. The Advisor makes no guarantee that any of its services will be profitable for the Client.

7. The Advisor's services are not rendered exclusively for the Client. The Advisor shall be free to render similar services to others.

8. The Client's account shall be charged for all commissions and/or other expenses arising from transactions exercised in the management of the Client's account.

9. The Client shall execute a Limited Trading Authorization and Power of Attorney with the Broker authorizing the Advisor to enter Commodity Interests orders for the Client's account.

10. The Client acknowledges that the Advisor's strategies and trades constitute proprietary data belonging to the Advisor and shall not disseminate or allow to be disseminated any such proprietary or confidential information regarding any of the foregoing, except as required by law. Any such proprietary or confidential information as may be acquired by the Client is to be used solely to monitor the Advisor's performance on behalf of the Client.

11. The Client shall pay the Advisor, as compensation for its management services, a monthly management fee and a monthly incentive fee set forth below. The Advisor shall bill all fees with the billing sent directly to the Broker to be paid directly out of the Client's account. The Client shall execute an Authorization to Pay Fees, authorizing the Broker to pay such fees directly to the Advisor without further verification or authorization from the Client. It is the Client's responsibility to make funds available in the account in the event the current funds in the account are not sufficient to cover the management and incentive fees due. In the event the Broker that has been authorized to remit Advisory fees directly to the Advisor from the Client's trading account breaches its obligation to remit the proper payment to the Advisor, or if the Client has not executed a Fee Payment Authorization, the Client is fully responsible to make payment of properly billed fees within five (5) business days of the date such fee invoice is presented to the Client.

12. The Client shall pay the Advisor a monthly management fee of either \$_____, or one twelfth of _____% the Client account's month end nominal account size, whichever is greater. If the nominal account

size is changed at any time other than the end of a month due to Client deposits or withdrawals to their account or termination of this agreement, the management fee shall be calculated by time weighting the changes to the nominal account size. The management fee shall be paid to the Advisor regardless of the Client account's profitability.

13. The Client shall pay the Advisor a monthly incentive fee of ____% of new net trading profits. New net trading profits are:

The sum of:

- The net of any realized gains and losses for all trades closed out during the month; and
- The net of any unrealized gains and losses on open positions as of the end of the month;

Minus:

- The net of any unrealized gains and losses on open positions as of the end of the preceding month; and
- All commissions and other brokerage fees incurred or accrued during the month; and
- Management fees incurred or accrued during the month; and
- Cumulative losses, if any, carried forward from the preceding month.

Interest earned on collateral posted as margin with your broker, such as United States Treasury bills, will not be used in calculating any incentive fee.

All open positions in the Client's account will be calculated at their fair market value at the end of each business day and at the end of the month. The market value of an open position is determined by the settlement price as determined by the exchange on which the transaction is completed, or the most recent appropriate quotation provided by the futures commission merchant as supplied by the exchange.

The incentive fee is charged only on cumulative profits in the Client's account. If new net trading profits for the month are negative, it shall constitute a Carryforward Loss. Carryforward Losses must be recovered before the Advisor will charge the Client any current month incentive fees. Carryforward Losses shall be carried forward from the preceding month and not carried back. If the Client's account incurs a loss after an incentive fee has been paid, the Advisor will retain the fee, but will not charge the Client another incentive fee until the Client's account has earned new net trading profits.

If the Client withdraws funds from their account or otherwise cause the nominal account size to be reduced at a time when the account has a Carryforward Loss, including mid-month withdrawals when the accrued mid-month incentive fee is negative, the Carryforward Loss or negative accrued mid-month incentive fee will be reduced by the following percentage:

Percentage Reduction = $\text{Nominal acct size after withdrawal} / \text{Nominal acct size before withdrawal}$

If you add funds to your account or otherwise cause the nominal account size to be increased prior to the end of the month at a time when the account has accrued mid-month new net trading profits, the accrued incentive fee calculated on the effective date of the nominal account size increase shall be payable even if the account subsequently suffers a loss by the end of the month. In other words, the incentive fee will be calculated as if the account was closed on the effective date of the nominal account size increase and a new account immediately opened.

If our power of attorney over your account is terminated prior to the end of the month, the monthly incentive fee shall be calculated as if the month ended on the effective date of termination.

If the Client has related accounts across the same program or a number of programs offered by the Advisor, the Advisor will compute incentive fees on each account and will not offset losses under one program or

account with the gains in another program or account in order to compute a net incentive fee due to the Advisor. Specifically, each account will be treated on their own for incentive fee purposes.

14. This agreement shall remain in effect until terminated by the receipt of written notice of either party to the other. The Advisor or Client may terminate this agreement for any reason upon such notice. Upon termination of this agreement, the open positions and subsequent management of the account shall be the sole responsibility of the Client. Any termination shall not terminate the indemnity and hold harmless provisions of item 5 above. In the event of termination, the Client agrees that the monthly management fee shall be calculated in the time weighted manner set forth in item 12 above and that the monthly incentive fee set forth in item 13 above shall be calculated as if the month ended on the effective date of termination.

15. The Client recognizes that the Advisor is subject to on-site audits, examinations, inquiries, investigations, and possible proceedings concerning the Advisor's books and records by the National Futures Association (NFA) and Commodity Futures Trading Commission (CFTC). These on-site audits, examinations, inquiries, investigations, and possible proceedings may include, but are not necessarily limited to, reviews of the Advisor's Disclosure Document, performance representations, sales materials and practices, accounting procedures, financial statements, trade blotters, Client account information, and other books and records created in the course of business. The furnishing of such records to the regulatory authorities may require the release of the Client's account information including, but not limited to, the Client's daily and monthly trade confirmations, the Client's account forms completed and provided to the Client's broker, Client billing statements, Client's performance history while under the Advisor's management, and other records and correspondence between the Client and Advisor.

16. The Client understands that the Advisor may be asked to enforce and follow the anti-money laundering programs adopted by the Client's Futures Commission Merchant ("FCM") as required under the "Uniting and Strengthening America by Providing Appropriate Tools Required to Intercept and Obstruct Terrorism (USA Patriot) Act of 2001." Therefore, the Client agrees to provide any and all information deemed necessary by the Advisor in the Advisor's sole discretion to comply with the FCM's anti-money laundering program and related responsibilities. Furthermore, the Client represents and covenants that neither the Client, nor any person controlling, controlled by, or under common control with the Client, nor any person having a beneficial interest in the Client, is a Prohibited Investor (as defined in the USA Patriot Act), and that Client is not investing on behalf of or for the benefit of any Prohibited Investor. Further, the Client agrees to promptly notify the Advisor of any change in information affecting this representation and covenant, and, in the event the Client breaches its representations and covenants found under this section of the Advisory Agreement, the Advisor and the Client's FCM may be obligated or required to freeze the Client's investment by prohibiting additional investments, or refusing to invest the Client's assets pursuant to this Agreement. In such an event, the Client will have no claim against the Advisor for any form of damages as a result of any of the aforementioned actions provided for in this section.

17. No waiver of any provision of this Agreement shall be deemed a waiver of any other provision, nor a continuing waiver of the provision or provisions so waived.

18. In the event that any provisions of this agreement are invalid for any reason whatsoever, all other conditions and provisions of the agreement shall, nevertheless, remain in full force and effect.

19. This Agreement and its enforcement shall be governed by the laws of the State of Idaho and its provisions shall be continuous. It shall cover individually and collectively any account(s) which the Client may open or reopen with the Advisor and shall inure to the benefit of the Advisor, its successors and assigns, by merger, consolidation, or otherwise.

20. Any notice or communication required or permitted to be given hereunder shall be sufficient if in writing and if either delivered in person, or sent by certified or registered mail, postage pre-paid, return receipt

requested, to the addressee at the address appearing below, or at such other address that either the Advisor or the Client shall, from time to time, notify each other in writing.

IN WITNESS WHEREOF, the parties hereto have executed this Agreement on the date written on the first page of this agreement.

Advisor:

By _____

Tyson Jensen
President
Serac, LLC
260 Maurine St
Idaho Falls, ID 83401
(208) 980-7264

For Entity Clients:

Client Name

By (Print Name)

Title

Authorized Signatory

Date

Email

For Individual / Joint Clients:

Client Name

Signature

Date

Joint Client Name

Joint Client Signature

Date

Email

Serac, LLC
260 Maurine St
Idaho Falls, ID 83401
(208) 980-7264

Reversal Program
Limited Trading Authorization and Power of Attorney

The undersigned Client hereby constitutes, appoints, and authorizes Serac, LLC as Client's true and lawful agent and attorney-in-fact, in Client's name, place, and stead, to buy, sell (including short sales), trade, and otherwise acquire, dispose of, and deal in commodity futures, commodity options, on margin or otherwise, on United States and foreign exchanges. Client hereby gives and grants to Serac, LLC full power and authority to act for Client and on Client'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 Client might or could do if personally present, and Client hereby ratifies all that Serac, LLC may lawfully do or cause to be done by virtue of this power of attorney. Client hereby ratifies and confirms any and all transactions heretofore made by Serac, LLC for the account.

Name of Futures Commission Merchant: _____

Account Number: _____

For Entity Clients:

Client Name

By (Print Name)

Title

Authorized Signatory

Date

Email

For Individual / Joint Clients:

Client Name

Signature

Date

Joint Client Name

Joint Client Signature

Date

Email

Serac, LLC
260 Maurine St
Idaho Falls, ID 83401
(208) 980-7264

Reversal Program
Trading Level Agreement

I hereby direct Serac, LLC to trade my account pursuant to the following:

CTA: Serac, LLC

Trading Program: Reversal Program

Name of Client: _____

Effective Date: _____

FCM / Account #: _____

Nominal Account Size: \$_____

For Entity Clients:

Client Name

By (Print Name)

Title

Authorized Signatory

Date

Email

For Individual / Joint Clients:

Client Name

Signature

Date

Joint Client Name

Joint Client Signature

Date

Email

Serac, LLC
260 Maurine St
Idaho Falls, ID 83401
(208) 980-7264

Reversal Program
Authorization to Pay Fees

To: _____
(FCM)

Gentlemen:

The undersigned client ("Client") hereby authorizes the FCM named above to deduct from the Client's commodity trading account with the FCM and remit directly to **Serac, LLC** ("Advisor"), immediately upon receipt of a bill from the Advisor, a management fee of either \$_____, or _____% (indicate annual rate), whichever is greater, and an incentive fee of _____% (indicate incentive fee rate) of any net profits (as described in the Advisory Agreement executed between the Client and the Advisor) in the account as of the end of each applicable period.

The Client acknowledges their 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 the Client unless a prompt objection from the Client is received by the FCM or the Advisor, as the case may be. The undersigned acknowledges and agrees that the Advisor is solely responsible for the computation and accounting of all fees. The Advisor acknowledges that the FCM is under no obligation to determine the accuracy of appropriateness of the Advisor's fee computations. Furthermore, the Client agrees to make funds available in the account in the event the current funds in the account are not sufficient to cover the fees to be deducted by the FCM for the purpose of remitting the fees to the Advisor.

For Entity Clients:

For Individual / Joint Clients:

Client Name

Client Name

By (Print Name)

Signature

Title

Date

Authorized Signatory

Joint Client Name

Date

Joint Client Signature

Email

Date

Email

Serac, LLC
260 Maurine St
Idaho Falls, ID 83401
(208) 980-7264

Reversal Program
Committed Funds Agreement

To: _____
(FCM)

Gentlemen:

The undersigned client ("Client") hereby authorizes Serac, LLC ("Advisor") to cause the FCM named above to transfer funds from the Committed Funds account designated below to the Client's account directed by the Advisor in amounts not to exceed the total amount of Committed Funds designated below. Pursuant to NFA Compliance Rule 2.34:

- I acknowledge that the ownership of the Committed Funds account is the same as the account directed by the Advisor.
- I acknowledge that such Committed Funds will be available at all times for transfer to the trading account directed by the Advisor, at the Advisor's request, until otherwise notified in writing.
- I authorize the FCM to provide the Advisor, upon request, a written statement indicating the amount of funds in the Committed Funds account designated below.

Amount of Committed Funds: \$ _____
Committed Funds Account Name: _____
Committed Funds Account #: _____

For Entity Clients:

For Individual / Joint Clients:

Client Name

Client Name

By (Print Name)

Signature

Title

Date

Authorized Signatory

Joint Client Name

Date

Joint Client Signature

Email

Date

Email