



Addendum to Customer Agreement Net Trading

Name:

Account #

Orders received by Velocity or by downstream destinations can be executed on an Agency, riskless principal and/or Principal basis. Velocity may trade Principally on a Net Trading basis. Thus, Velocity may incur a profit (or sustain a loss) in its proprietary account as a result of such transactions. For orders traded on a net basis, clients will receive an execution at or better than Client's limit price and will typically not have to pay additional explicit commission or exchange fees.

For transitions effected on a net basis, the Firm may buy or sell at a price different than the orders not-held limit price and therefore Velocity will not typically charge explicit commissions or market center fees on that order other than a commission equivalent mark-up or mark-down. Orders will be filled at the NBBO or better consistent with the limit price and other characteristics of the market and the order. When trading on a net basis Velocity does not act as a market maker as defined under FINRA Rule 2124. However, the Firm at its sole discretion may require certain clients participating in Net Trading affirm acknowledgement of Net Trading on an order by order basis or by a separate letter of consent.

If a client is an institutional customer as defined in FINRA Rule 4512(c), a registered broker-dealer under Section 15(b) of the Exchange Act, or a foreign regulated broker-dealer executing US securities and settling with a US domiciled custodian bank, provided the client does not decline, it will be deemed by Velocity that approval has been given for the Firm to execute the client's orders on a net basis. If the client does not wish to have orders executed on a net basis, the client shall notify Velocity in writing to or to Velocity Clearing LLC, 1301 Route 36, Suite 1301, Hazlet, NJ 07730. All orders that are not transacted on a net basis may be subject to additional commission and pass thru charges.

By signing below, you acknowledge and agree to the terms and conditions described herein.

Client Signature

Date