



MUTUAL FUNDS OR 529 PLANS INVESTMENT DISCLOSURE

CUSTOMER NAME / ACCOUNT REGISTRATION (print clearly): _____

Investment Amount \$ _____ Investment(s) Purchased: _____ Product Purchased: _____

Investment Profile*

Investment Objective: (check no more than two – these should conform to the account information form)

- ☐ Capital Preservation – Seeks modest income and preservation of capital.
- ☐ Income – Seeks current or periodic income and will tolerate only limited swings in annual returns.
- ☐ Balance Growth – Seeks growth with relatively stable capital appreciation.
- ☐ Capital Growth – Seeks high potential growth and willing to accept above average risk.
- ☐ Aggressive Growth – Seeks to build significant wealth over time and willing to accept greater risk to do so.
- ☐ Speculative – Seeks returns above general market rates and may experience dramatic swings in value and a higher rate of return.

Does this mutual fund's investment objective align with the investment objective on the Account Information Form? ☐ Yes ☐ No

Financial Information* (at time of investment)

Years of Investment Experience _____ Years Known _____

Current Tax Bracket: ☐ 10% ☐ 12% ☐ 22% ☐ 24% ☐ 32% ☐ 35% ☐ 37%

Estimated Net Worth (Exclusive of home) _____ Estimated Liquid Net Worth _____

Approximate Annual Income _____ Estimated Monthly Expenses _____

*KCD Financial, Inc. Account Information Form should reflect this information, if different the Account Information Form is required to be updated.

Investment Access

I have other sources of funds to access, besides this investment, if a liquidity need arises: ☐ Yes ☐ No

Time Horizon for Investment: ☐ 0 - 5 years ☐ 5 - 10 years ☐ 10 - 15 years ☐ 15 + years

Source of Funds/Switching Acknowledgement: Check the box for the source of funds for your investment.

When changing investment vehicles, there may be various charges involved both in liquidating the current investment and entering the new investment. **Some liquidations may also be taxable events.**

- ☐ Check/Cash, Savings, Matured CD
- ☐ Legal Settlement
- ☐ Inheritance/Gift
- ☐ Loan(s) (explain) _____
- ☐ Retirement Plan distribution/rollover (401k, 403b, etc.)
- ☐ Other _____
- ☐ Mutual Fund Liquidation: *When selling mutual funds, you may incur charges to close current account(s).*
- ☐ Full or partial sale of an Insurance Product: *You understand you may incur a surrender charge of \$ _____. You also understand once liquidated, your investment in an insurance or annuity contract, the liquidated contract's death benefits, living benefits, or any other benefits of the liquidated policy cannot be reinstated.*
- ☐ CD Prior to maturity: *When selling CD's prior to maturity, you may incur a penalty to close current account(s).*
- ☐ Sales of Stock/Bonds: *When selling stocks/bonds, you may incur fees/commissions to close current positions.*

Mutual Fund Investment Information: If Class A Shares are chosen, be sure to initial ROA and LOI statement

Name of Mutual Fund Company: _____

Name and Symbol of Mutual Fund: _____

Mutual Fund Share Class:

- ☐ **Class A Shares:** have a front-end sales charge which may be reduced if you make a large initial purchase, your household already holds other mutual funds offered by the same fund family (Rights of Accumulation or **ROA**) or you commit to regularly purchasing the mutual funds' shares to accumulate to a larger dollar amount (Letter of Intent or **LOI**). This is referred to as a **breakpoint**. They also have internal operating expenses that are typically less than other share classes.

_____ I understand **ROA** and (do / do not) already own funds within the same fund family that will allow you to reach a breakpoint at the \$ _____ level. Account number(s) to be considered are: _____

_____ I understand **LOI** and (do / do not) agree to making additional purchases within the required time frame as outlined in the prospectus. This will allow you to reach a breakpoint at the \$ _____ level.

- ☐ **NAV Transfer:** Does this investment qualify for NAV transfer as defined in the fund prospectus? ☐ Yes ☐ No
- ☐ **Class B Shares:** usually have no front-end sales charge, but generally have a contingent deferred sales charge (CDSC) and an asset-based sales charge, which may be higher than Class A shares. After the time period for the CDSC has been eliminated, Class B shares typically convert to Class A shares, and the internal operating expenses also change to that of Class A shares.
- ☐ **Class C Shares:** usually have no front-end sales charge but may charge a CDSC (typically in the first year). Class C shares usually have higher internal operating expenses than Class A or Class B shares.
- Other Share Classes: may be offered by fund companies, often to accommodate qualified (retirement) money. If an alternate share class is purchased, please explain: _____
- ☐ **Other Class Shares:** _____ Explain: _____

List of the previous 12 months Mutual Fund purchases _____

Why is this share class in the client's best interest? _____

529 Plan Investment Information: Initial 529 Plan Disclosure

State of Residence: _____

_____ I have reviewed and understand the state tax treatments of the chosen Plan, and if the Plan is not associated with your resident State, you understand the tax implications involved. Some plans offer age-based or objective-based portfolios rather than share classes and are directly associated with the beneficiary of your Plan, as detailed in the prospectus.

_____ I received a copy of the prospectus from my registered representative on _____ (date).

If customer is investing in a non-resident state 529 Plan, please provide explanation: _____

Disclosures: Please read and review carefully and initial

_____ **Value of Shares/Fluctuating Yield** – The value of your shares or units may increase or decrease. When you redeem your shares or units, you may receive more or less than you paid for them. Dividends or interest may also fluctuate, and the amount is not guaranteed.

_____ **Adequate Information** – You have received and read the current prospectus, memorandum, or other required document(s) explaining the investment(s). You understand the investment objectives and risks of the investment(s) for which you are applying, and these investments are within the investment objectives indicated on KCD's Account Information Form. THERE IS NO ASSURANCE THAT SUCH OBJECTIVES WILL BE ACHIEVED.

_____ **Risks** - You understand the investment objectives and risks of the investment(s) for which you are applying.

_____ **Suitability** – You certify that you meet any additional suitability requirements of this investment and have the financial capabilities as described in the offering documents to make this investment. You have been informed of, and understand, the particular details, including cost & limited liquidity, of the chosen investment product.

_____ **Costs** - You have been informed of, and understand, the details, including costs of the investment product as described in the offering or other documents.

_____ **Management Responsibility** – KCD Financial, Inc. does not sponsor or manage investment, insurance, or alternative investment products. The performance of your investment will depend upon results achieved by the fund manager, general partners, or insurance company.

_____ **Breakpoint** – I understand that if I invest all the investment dollars into the same mutual fund family, I may receive a reduced sales charge. However, I want diversification among fund families and/or managers and will forego the reduced sales charge to receive it.

Sales Charge for this transaction _____ Expense Ratio _____

Why is this mutual fund recommendation in the client's best interest?

Pros

Cons

Alternative investment solutions considered (list at least 2 and why rejected):

Signatures and Acknowledgements

This Investment was: ☐ Recommended by my representative ☐ Not recommended by my representative

- Additional Documentation: By signing below, I understand that due to the nature of this investment additional documentation may be required before my investment takes effect.
- If I have previously agreed to a pre-dispute arbitration clause with KCD Financial, Inc., my signature reflects my acknowledgement that this application and the accounts and transaction contemplated are subject to such arbitration clause.
- By signing the form, I certify that I received, read, and agree to the terms of the Prospectus or Offering Document for the product(s) I am investing.
- By my signature below, I confirm that the information provided in this document is complete and accurate to the best of my knowledge as of the date indicated below.
- I feel this investment is in my best interest for my particular situation.
- I understand the nature of this investment and still wish to invest.

Owner's Signature	Date	Print Name
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Co-owner's Signature	Date	Print Name
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I have appropriately acted on behalf of my client by reviewing all points in the above disclosure and supporting information provided in the prospectus or offering document. I believe the information provided is complete and accurate to the best of my knowledge and that this transaction is in the client's best interest.

Representative's Signature	Date	Print Name	Rep #
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By signing below, the Principal acknowledges that he/she has reviewed the investment for suitability.

Principal's Signature	Date
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