



HUNTLEIGH SECURITIES CORPORATION  
7800 FORSYTH BLVD., 5<sup>TH</sup> FLOOR  
ST. LOUIS, MO 63105-3311  
314 236 2400, FACSIMILE 314 236 2401  
Member NASD/SIPC HUNT 0746 03/03

***Important Information for Huntleigh Securities Clients***  
*(Relating to Margin Accounts, Prepayments, Debit & Credit Interest)*

**Statement of Credit Practices**

Credit will be extended only on margin eligible securities, as defined by the Federal Reserve Board, under Regulation T. Huntleigh Securities Corporation's margin account maintenance requirements will be no less than the maintenance requirements as set forth by the Federal Reserve Board and/or any regulatory body with jurisdiction over Huntleigh Securities Corporation. We reserve the right to set or require margin/collateral requirements at levels higher than those set by the Federal Reserve Board or other regulatory body based upon current market conditions, security price volatility and account credit history. We reserve the right to set the account minimum equity requirement at a level higher than the minimum equity requirement set by NASD Rule 2520. Margin requirements for specific securities, industries or for account classes in general are subject to change without prior notification.

There will be no initial credit extended for any margin eligible equity security priced below \$5 per share. Credit extended on equity securities that decline in price to below \$4 per share are subject to immediate margin calls for deposit (of either cash or additional margin eligible securities) sufficient to meet the margin requirements.

Interest will be charged for any credit extended for the purpose of buying, trading or carrying any securities, or for any cash withdrawals or for any other extension of credit including non-trade related account debits.

When funds are paid in advance of any settlement, interest may be charged on any prepayment from the date of the pre-payment until settlement date (or receipt of securities if the securities are not in the account on settlement date) whichever is later.

Accounts will be charged interest based upon the debit balance as detailed in the following schedule. The interest rate will be the "broker call rate" plus a set additional interest percentage.

The total daily rate of interest (Rate of Interest and Broker Call) will change, without prior notice, based upon changes in the broker call rate. Customers will be provided a minimum of 30 days written notice of any change to the schedule that would increase the "additional interest percentage" charged over the current broker call rate.

Huntleigh Securities Corporation reserves the right, based upon business priorities, to charge a negotiated rate with client accounts not reflected on the published interest rate schedule. The negotiated rates are also subject to change, without prior notice, based upon changes to the brokers call rate.

Prepayment/Debit Balances	Rate of Interest (In Addition to Broker Call)
Less than 10,000	+2.250 percent
10,000 - 29,999.99	+2.000 percent
30,000 - 49,999.99	+1.500 percent
50,000 and over	+1.250 percent

Interest charges are calculated based upon the “average daily settled debit margin balance” (or in the event of a pre-payment, the amount of a prepayment) multiplied by the number of days for the calculation period multiplied by the applicable interest rate divided by 365.

The “average daily settled debit margin balance” for many, but not all, accounts will be the same as the account’s daily margin (type 2) balance. The daily margin balance for customers’ opening or maintaining short security positions in their margin account will include the proceeds of a short security transaction and any required margin deposit met through the deposit of cash. Accounts required to maintain a net margin account credit balance due to margin deposit requirements will not receive credit interest.

In calculating the “average daily settled debit margin balance” the system will: 1) offset (reduce) the account’s daily margin balance by the amount of a “free credit” in the cash (type 1) account and/or 2) increase the daily margin account debit balance (or reduce a margin account credit balance) by the market value of any short security (type 6) position which are “marked to market” daily.

The margin debit balance will not be reduced by any credit balance in a dividend/interest account or by the balance of funds invested in a money market account.

A net credit balance, regardless of account type, does not earn credit interest.

A total interest expense charge will be posted to your account monthly. The explanation for the monthly interest calculation will include the calculation period, the number of days included in the calculation, the applicable interest rate and the average debit balance. In months with more than one rate (i.e. months with a change in the daily interest rate) each period’s calculation information will be reflected on the account statement detail but be combined in the total interest expense charge.