

J H Darbie & Co., Inc.

Dear

Pursuant to SEC Rule 15g-2 of the Securities Enforcement Remedies and Penny Stock Reform Act of 1990, we are obligated to provide you with the enclosed Risk Disclosure Document prior to effecting any transaction involving any Penny Stock, not qualifying for an exemption to the "G" Rules. Kindly acknowledge your receipt of this document by signing the form where indicated and returning it to me. Please be advised that this document does not obligate you to liquidate any securities in your account immediately, but rather, insures no delay in processing a future request. Please contact your Account Executive if you have any questions regarding this matter.

Your cooperation in this matter is greatly appreciated.

Very Truly yours,

Customer Service
J H Darbie & Co., Inc.

I hereby acknowledge that I have received a copy of the Penny Stock disclosure Document.

Client Name: _____

Account Number: _____

Client Signature: _____ Date: _____

Suggested Customer Suitability Statement and Agreement to Purchase Form

J H Darbie & Co., Inc.

CUSTOMER SUITABILITY STATEMENT (Required for Designated Securitiesⁱ)

I. Personal Informationⁱⁱ

Name _____ Account _____

Address _____

Soc. Sec. or Taxpayer ID# _____

Telephone: (Home) _____ (Business) _____

Marital status: ___ Single ___ Married Number of Dependents _____

Age _____

Occupation _____ Position _____

Employer _____

Address _____

Length of Time Employed (If less than two years, provide name of previous employer.)

Highest Level of Education _____ Degree(s) _____

Annual Income: (check one)

___ Below \$20,000 ___ \$20,000 to \$50,000 ___ \$35,000 to \$50,000
___ \$50,000 to \$100,000 ___ \$100,000 to \$200,000 ___ Over \$200,000

Net Worth (excluding primary resident): (check one)

___ Below \$50,000 ___ \$50,000 to \$100,000 ___ \$100,000 to \$500,000
___ \$500,000 to \$1 million ___ Over \$1 million

Liquid Net Worth (cash, equity securities, bonds, etc.): (check one)

___ Below \$10,000 ___ \$10,000 to \$25,000 ___ \$25,000 - \$50,000
___ \$50,000 to \$100,000 ___ Over \$100,000

i. Generally, Designated securities are low-price securities of companies that have less than \$2 million in net tangible assets and are not listed on the NASDAQ or a national securities exchange located in the United States. Investments in designated securities are generally regarded as highly speculative in nature and could result in the loss of the customers entire investment.

ii. For joint accounts, a separate sheet containing the personal information requested in section I must be completed for each joint account holder.

Sources of Annual Income (as percentage of total income):

Employment Compensation _____ %

Investment Income _____ %

Other (please specify): _____ %

New Account? _____ Yes _____ No If no, date account opened _____

Source of Information for Section I above: (check one)

_____ Customer

_____ Other (please identify): _____

II. INVESTMENT OBJECTIVES AND EXPERIENCE

Investment Objectives: (If more than one, give order of importance.)

_____ Income (Cash-generating, high dividend stocks and bonds)

_____ Growth (Long-term capital appreciation)

_____ Safety of Principal/Income (Protection of investment plus income)

_____ Safety of Principal/Growth (Protection of investment plus growth)

_____ Speculation (High risk of loss)

_____ Other (please specify): _____

Investment Experience:

Years of
Experience

Trading
Frequency

Type of Account
Cash/Margin

Dollar Amount of
Average Trade

Non-NASDAQ/nonexchangeⁱⁱⁱ
stocks priced less than \$5 per
share

Other stocks priced less than
\$5 per share

Stocks (other than above)

Option

Bonds

Commodities

Other (please specify): _____

Source of Information for Section II above: (check one)

_____ Customer

_____ Other (please identify): _____

ⁱⁱⁱThis category refers to low-priced securities traded on the OTC Bulletin Board, in the "Pink Sheets," or any other interdealer quotation medium since those securities are traded on a securities exchange (such as the New York Stock Exchange, American Stock Exchange, etc) nor on NASDAQ.

III. INVESTMENT ADVISOR (If not applicable, check here ____.)

If there is no Investment Advisor for this account, check the box above and proceed to Section IV below. If you have retained an independent advisor to assist you in evaluation of the purchase of designated securities in this account, please provide the following information:

Name of Adviser _____

Business Address _____

Business Telephone _____

Credential/Experience (to extent known by customer) _____

Length of Time Advisor Has Advised Customer _____

IV. OTHER INFORMATION

Customer may provide any other information he or she deems relevant to his or her financial status, investment objective, or investment experience. Attach additional sheets if necessary.

V. SUITABILITY DETERMINATION

Dear Customer:

Based on the information provided in Sections I through IV above, regarding your financial situation, investment objectives, and investment experience, for the reasons set forth below, we have determined that transactions in Designated Securities are suitable for you. In addition, we have determined that you have sufficient knowledge and experience in financial matters of evaluating the risks of transactions in Designated Securities. The following analysis is the basis for this evaluation: (MUST BE COMPLETED)

Signature of Principal of Firm

Date

UNDER SECURITIES AND EXCHANGE COMMISSION RULE 15c2-6, IT IS UNLAWFUL FOR US TO EFFECT THE SALE OF DESIGNATED SECURITIES TO YOU UNLESS WE HAVE RECEIVED FROM YOU PRIOR TO THE TRANSACTION, A WRITTEN AGREEMENT TO THE TRANSACTION.

WE ARE REQUIRED TO PROVIDE YOU WITH THIS STATEMENT AS TO THE SUITABILITY OF TRANSACTIONS DESIGNATED SECURITIES FOR YOU. PLEASE READ IT VERY CAREFULLY. YOU SHOULD NOT SIGN AND RETURN THIS STATEMENT IF IT DOES NOT ACCURATELY REFLECT YOUR FINANCIAL SITUATION, INVESTMENT OBJECTIVES, AND INVESTMENT EXPERIENCE, OR IF YOU DO NOT UNDERSTAND THE BASIS SET FORTH ABOVE, OUR DETERMINATION THAT TRANSACTIONS IN DESIGNATED SECURITIES ARE SUITABLE FOR YOU.

Signature of Customer(s)

Date

Signature of Customer(s)

Date

Comments: _____

Note: Do not return this completed form to the brokerage firm via facsimile transmission or any other form of electronic transfer. The firm must have the original copy of this form before it can effect transactions in Designated Securities.

Dear JH Darbie & Co.,

Please purchase in my account _____ shares of _____ with the OTC symbol _____ . I have not been solicited by JH Darbie & Co. nor my broker at JH Darbie. I have been provided with the “penny stock risk disclosure document” and I have been informed by JH Darbie of the inherent risks of in investing with penny stocks. I am aware that I am at risk of losing my entire investment capital.

Thank you,

Print Name

Signature

Account Number

Date