

Southwest Managed Investments, LLC

Opening An Account

If after carefully considering the merits and inherent risks of having Southwest Managed Investments, LLC trade a futures account and after having read and understood the Disclosure Document of Southwest Managed Investments, LLC a client decides to establish an account, the client must do the following:

- 1) The client must open an account with a registered Futures Commission Merchant ("FCM"), or Introducing Broker ("IB"), completing that firm's account forms and funding the account to the agreed amount.
- 2) The client must complete, sign and return the enclosed documents of Southwest Managed Investments, LLC

Note: No account can begin trading until the appropriate documents, indicated below, have been received, reviewed, and accepted. Send to:

Southwest Managed Investments, LLC
103 W Mesquite St
Granger, TX 76530-0296
Phone: (512) 595-2284 Fax: (512) 859-2775
Email: vbatla@texchoice.net

The following (except for the Arbitration Agreement, which is voluntary) are required:

- 1 Client Questionnaire
- 2 Commodity Advisory Agreement
- 3 Acknowledgement of Receipt and Reading of Disclosure Document
- 4 Fee Payment Authorization
- 5 Arbitration Agreement (voluntary signing)
- 6 Limited Power of Attorney

*** For notionally funded accounts the following are also required:

- 1 Supplemental Commodity Advisory Agreement
- 2 Special Disclosure For Notionally Funded Accounts

For accounts whose margin will be covered by assets in a master account either a letter of commitment or the enclosed Account Funding Specification document is required.

Southwest Managed Investments, LLC

Client Questionnaire

Type of Account: Individual Joint Tenancy Tenants in Common Corporate Trust (including IRAs)
 Other: (Please specify): _____

Account Title: _____

Name(s): _____

Address(es): _____

Home Tel: _____

Bus Tel: _____

Fax Tel: _____

Employer: _____

Occupation or Business Description: _____

Birth date: _____

Annual Income: _____

Liquid Net worth: _____

Net Worth: _____

Investment Objectives: _____ Speculation _____

Other (please specify): _____

Prior investment experience in
years:

Futures: ____ Options: ____ Equities: ____

Is the account a
pool?

Yes: _____ No: _____

If the account is a pool and the account is based outside the USA, do you have any USA clients?

Yes: ____ No: ____

Are you a member of the NFA or registered with the CFTC? Yes: No: If Yes, enter registration numbers and types:

Do you currently or have you had in the past, commodity accounts with any brokerage firm? Yes: ____ No: ____ (If

Yes, list firms and approximate dates below)

Southwest Managed Investments, LLC

(Continued)

Client Questionnaire

Have you ever been involved in any litigation, arbitration proceedings, disputed accounts or other unresolved matters with any commodities or securities firm? Yes: _____ No: _____

(If Yes, please specify details below or on a separate sheet of paper):

I (We) certify that the information provided above is true, correct and complete and that this investment is suitable for me (us).

Signature(s): _____

Date: _____

THIS INFORMATION IS STRICTLY CONFIDENTIAL AND IS REQUIRED PURSUANT TO NFA RULE 2-30.

Commodity Advisory Agreement

THIS AGREEMENT FOR ADVISORY SERVICES is made and entered into this _____ day of _____, by and between SOUTHWEST MANAGED INVESTMENTS, LLC, a Texas Limited Liability Company, hereinafter referred to as the "Advisor" and _____, hereinafter referred to as the "Client".

THIS AGREEMENT IS ENTERED INTO BASED UPON THE FOLLOWING REPRESENTATIONS: The Client represents that he has speculative capital for the principal purpose of investing in futures contracts and has been informed and is fully cognizant of the high risks associated with such investments.

IT IS MUTUALLY AGREED:

1 The Client shall deposit with _____, hereinafter called the "Broker", who is mutually acceptable to both the client and the advisor, funds and/or securities in the amount of \$_____ or more, thereby establishing an "Account". The Client may add to or withdraw funds from the Account provided the remaining balance does not fall below the Advisor's minimum account size or below twice the current margin of the Account. Client shall promptly notify Advisor of deposits and withdrawals.

2 The Advisor will cause futures market contracts and/or options on such contracts and/or cash market commodities to be bought, sold, sold short, spread, and will have exclusive authority to issue all necessary instructions to the Broker. All such transactions shall be for the Account and risk of the Client. The Client selects the following program(s) as described in the Disclosure Document for the Advisor to trade:

Global Diversified

Commodity Advisory Agreement

(continued)

3. The Advisor shall receive in compensation for his services:

- a. A monthly management fee of .15% (1.8% annually) of Funds Under Management as defined in Advisor's Disclosure Document.
- b. A quarterly incentive fee of 20% of Net Trading Performance Plus Interest as defined in the Disclosure Document.

All fees may be deducted from the Account pursuant to the Fee Payment Authorization to be signed by the Client and will not be rebated by virtue of any subsequent losses to the Account.

1 The Advisor has the right to provide similar services to others.

2 This Agreement shall remain in effect until terminated by receipt of written notice from either party to the other. Either the Client or the Advisor may terminate the Agreement for any reason. Upon termination, all open positions shall be liquidated in an orderly manner and funds, if any, net of liabilities and fees, shall be returned to the Client.

3 The Account shall be charged for all commissions and expenses arising from all transactions in the Account.

4 The Client agrees to notify the Advisor immediately if dissatisfied with either the Advisor or Broker's handling of the Account.

5 The Advisor's recommendations and authorizations shall be for the Account and risk of the Client. The Client assumes the responsibility for losses that may be incurred in the Account. The Advisor makes no guarantee that its services will result in a profit and not result in a loss for the Client.

6 This Agreement may not be assigned by any party without the expressed written consent of the other party. This Agreement shall be binding upon and inure to the benefit of the parties hereto, their successors and permitted assigns.

7 The Client agrees to execute a limited power of attorney with the Broker authorizing the Advisor to enter orders for futures, options on futures, and cash market instruments for the Client's Account. The Advisor has no responsibility for the proper execution of orders.

8 The Client agrees to authorize the Broker to make payments from the Client's Account to the Advisor in compensation for services as set forth in this Agreement by signing the Fee Payment Authorization submitted by the Advisor and any other documents required by the Broker.

9 The Client acknowledges that he has received, reviewed, and understood the Advisor's Disclosure Document, and as such comprehends the risks associated with the Account. The Advisor shall not be liable to the Client or to others except by reason of acts constituting willful malfeasance or gross negligence as to its duties herein.

Commodity Advisory Agreement

(continued)

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

2 This Agreement constitutes the entire Agreement between the Advisor and the Client, and no modification or amendments of this Agreement shall be binding unless made in writing and endorsed by both parties.

3 In any threatened, pending or completed action, suit, or proceeding by a futures commission merchant in connection with a debit balance in Client's account, to which Mr. Batla or SWMI (hereinafter collectively "Trading Advisor") was or is party or is threatened to be made a party because Trading Advisor is or was the commodity trading advisor, the Client shall indemnify and hold harmless the Trading Advisor against any loss, liability, damage, cost, expense (including attorneys' fees), judgments and amounts paid in settlement (provided that the Client has approved such settlement and such approval shall not be unreasonably withheld) actually and reasonably incurred by Trading Advisor in connection with any such action, suit or proceeding if the Trading Advisor acted in good faith and in a manner Trading Advisor reasonably believed to be in or not opposed to the best interests of the Client. The termination of any action, suit, or proceeding by judgment, order or settlement shall not, by itself, create a presumption that the Trading Advisor did not act in good faith and in a manner which Trading Advisor reasonably believed to be in or not opposed to the best interest of the Client.

4 When market or other conditions warrant, the Advisor may reduce the number of positions normally held. The advisor will use its discretion for phasing in and liquidating accounts.

5 All notices, demands or requests required to be made or delivered under this Agreement shall be effective only in writing and delivered either personally or by registered or certified mail, return receipt requested, postage prepaid, to the current address of the party entitled to receive such notice, demand or request.

6 This Agreement shall be governed by and construed in accordance with the laws of the State of Texas.

7 The provisions of this Agreement shall survive the termination of this Agreement with respect to any matter arising while this Agreement was in effect.

Southwest Managed Investments, LLC

Commodity Advisory Agreement

(continued)

IN WITNESS WHEREOF, the parties hereto have executed this Agreement on the day and year written on the first page of this Agreement.

SOUTHWEST MANAGED INVESTMENTS, LLC BY:

Principal of Southwest Managed Investments, LLC

Client(s): _____

(Print name) _____

(Address) _____

(City, State, Zip) _____

(Signature) _____

(Print name) _____

(Address) _____

(City, State, Zip) _____

(Signature) _____

I have received a copy of the Disclosure Document of

Southwest Managed Investments, LLC dated _____.

I have read and understood the material including the trading program under which my account will be directed. I also understand the risks associated in trading a futures account as specified in the Disclosure Document.

Read and Acknowledged by:

(Client Signature)_____ (Date)_____

(Client Signature)_____ (Date)_____

Fee Payment Authorization

To Brokerage Firm: _____

Sirs:

I (We) authorize you to deduct from my account(s) managed by Southwest Managed Investments, LLC the monthly management fee and quarterly incentive fee due Southwest Managed Investments, LLC

If an aforementioned account of mine (ours) is terminated, the date of termination for this account shall be deemed:

- 1) The end of the month for the purpose of calculating management fees, and
- 2) The end of the calendar quarter for the purpose of calculating incentive fees. You are instructed to hold monies in this account until you receive notice from Southwest Managed Investments, LLC that all fees have been paid.

I (We) and the Advisor hereby jointly and severally agree to indemnify the FCM and to hold it harmless from any loss or claim associated with any payment of fees from the Account, the payment of which is subsequently shown to be in error or subject to dispute.

(Print Name) _____

(Signature) _____ (Date) _____

(Print Name) _____

(Signature) _____ (Date) _____

Arbitration Agreement

This Arbitration Agreement is made between _____ (hereafter "the client") and Southwest Managed Investments, LLC (hereafter "SWMI"). In consideration of the performance of advisory services by SWMI in accordance with the terms of the Commodity Advisory Agreement, Client acknowledges:

1. Any dispute arising between SWMI and Client shall be arbitrated in accordance with the rules and regulations promulgated by the Commodity Futures Trading Commission.

THREE FORUMS EXIST FOR THE RESOLUTION OF COMMODITY DISPUTES: CIVIL COURT LITIGATION, REPARATIONS AT THE COMMODITY FUTURES TRADING COMMISSION ("CFTC") AND ARBITRATION CONDUCTED BY A SELF- REGULATORY OR OTHER PRIVATE ORGANIZATION.

THE CFTC RECOGNIZES THAT THE OPPORTUNITY TO SETTLE DISPUTES BY ARBITRATION MAY IN SOME CASES PROVIDE MANY BENEFITS TO CUSTOMERS, INCLUDING THE ABILITY TO OBTAIN EXPEDITIOUS AND FINAL RESOLUTION OF DISPUTES WITHOUT INCURRING SUBSTANTIAL COSTS. THE CFTC REQUIRES, HOWEVER, THAT EACH CUSTOMER INDIVIDUALLY EXAMINE THE RELATIVE MERITS OF ARBITRATION AND THAT YOUR CONSENT TO THIS ARBITRATION AGREEMENT BE VOLUNTARY.

BY SIGNING THIS AGREEMENT YOU: (1) MAY BE WAIVING YOUR RIGHT TO SUE IN A COURT OF LAW; AND (2) ARE AGREEING TO BE BOUND BY ARBITRATION OF ANY CLAIMS OR COUNTERCLAIMS WHICH YOU OR SWMI MAY SUBMIT TO ARBITRATION UNDER THIS AGREEMENT. YOU ARE NOT, HOWEVER, WAIVING YOUR RIGHT TO ELECT INSTEAD OF PETITION THE CFTC TO INSTITUTE REPARATIONS PROCEEDINGS UNDER SECTION 14 OF THE COMMODITY EXCHANGE ACT WITH RESPECT TO ANY DISPUTE WHICH MAY BE ARBITRATED PURSUANT TO THIS AGREEMENT. IN THE EVENT A DISPUTE ARISES, YOU WILL BE NOTIFIED IF SWMI INTENDS TO SUBMIT THE DISPUTE TO ARBITRATION. IF YOU BELIEVE VIOLATION OF THE COMMODITY EXCHANGE ACT IS INVOLVED AND IF YOU PREFER TO REQUEST A SECTION 14 "REPARATIONS" PROCEEDING BEFORE THE CFTC, YOU WILL HAVE 45 DAYS FROM THE DATE OF SUCH NOTICE IN WHICH TO MAKE THAT ELECTION.

YOU NEED NOT SIGN THIS AGREEMENT TO OPEN AN ACCOUNT WITH SWMI. SEE COMMODITY FUTURE TRADING COMMISSION REGULATIONS 180.1-180.5

Arbitration Agreement

(continued)

2. At such time as Client may notify SWMI that he or she intends to submit a claim to arbitration, or at such time as SWMI notifies the client of its intent to submit a claim to arbitration, the Client will have the opportunity to elect a qualified forum for conducting the proceeding. Within ten business days after receipt of such notice from Client, or at the time SWMI so notifies the Client, SWMI must provide the Client with a list of two or more organizations whose procedures qualify them to conduct arbitrations in accordance with the requirements of 180.2 of the regulations of the Commodity Futures Trading Commission together with a copy of the rules of each forum listed. This list must include:

(i) the contract market, if available, upon which the transaction giving rise to the dispute was executed or could have been executed or a registered futures association designated by such contract market; and (ii) at least one other organization which will provide the Client with the opportunity to select the location of the arbitration proceedings from among several major cities in diverse geographic regions and which will provide the Client with the choice of a panel or other decision maker composed of at least one or more persons, of which at least a majority are not members or associated with a member of a contract market or an employee thereof, and which are not otherwise associated with a contract market (mixed panel). The Client shall, within forty-five days after receipt of such list, notify SWMI of the organization selected. The Client's failure to provide such notice shall give SWMI the right to select an organization from the list.

3. SWMI will pay any incremental fees which may be assessed by a qualified forum for provision of a mixed panel unless the arbitrators in a particular proceeding determine that the Client has acted in bad faith in initiating or conducting that proceeding.

Client(s): _____

(Print Name) _____

(Signature) _____ (Date) _____

(Print Name) _____

(Signature) _____ (Date) _____

Limited Power of Attorney

To Clearing Broker: _____

Sirs:

I (We) have carefully examined the provisions of the Disclosure Document of Southwest Managed Investments, LLC("SWMI"), and hereby grant SWMI exclusive trading authority in my (our) account in the form of a limited power of attorney.

I (We) understand that the Clearing Broker is in no way responsible for any loss to me (us) occasioned by the actions of SWMI, and that the Clearing Broker does not, by implication or otherwise, endorse the operating methods of SWMI.

I (We) further understand that no commodity exchange on which orders may be executed for my (our) account, has any jurisdiction over a non-member who is not employed by one of its members, and that by giving to such individual or organization (SWMI) authority to exercise any of my (our) rights over my (our) account, I (we) do so at my (our) own risk.

(Print Name) _____

(Signature) _____ (Date) _____

(Print Name) _____

(Signature) _____ (Date) _____

Supplemental Commodity Advisory Agreement for Notionally-Funded Accounts

THIS SUPPLEMENTAL COMMODITY ADVISORY AGREEMENT FOR NOTIONALLY-FUNDED ACCOUNTS is made and entered into this _____ day of _____ by and between SOUTHWEST MANAGED INVESTMENTS, LLC, an Texas corporation, hereinafter referred to as the "Advisor" and _____, hereinafter referred to as the "Client".

This agreement specifically relates to accounts, which are initially funded at less than the "fully-funded" and recommended minimum, or multiples thereof, for the selected program. The selected program to which this document refers is the:

Program Account Minimum

() Global Diversified \$200,000

This agreement is in addition to the COMMODITY ADVISORY AGREEMENT also made and entered into between the Advisor and the Client.

IT IS AGREED:

1. The Client represents and warrants that he has deposited, or has on deposit with _____, hereinafter called the "Broker", funds and/or securities in the amount of \$_____, thereby establishing an "Account". The amount of this deposit is _____% of a "fully-funded" account size of \$_____, or _____ unit(s) for the program as described in the Disclosure Document of the Advisor. The Client on his own accord and not with the recommendation of the Advisor instructs the Advisor to trade the account as if it were established at the aforementioned "fully-funded" amount.

Supplemental Commodity Advisory Agreement for Notionally-Funded Accounts

(continued)

1 The Client acknowledges receipt of the SPECIAL DISCLOSURE FOR NOTIONALLY FUNDED ACCOUNTS. The Client further acknowledges he/she has read and fully understands such special disclosure.

2 **THE CLIENT ACKNOWLEDGES THAT PROFITS AS WELL AS LOSSES, AND CONSEQUENTLY RISK, WILL BE GREATER AS MEASURED BY A PERCENTAGE OF ASSETS ACTUALLY DEPOSITED IN HIS/HER ACCOUNT, THAN IN AN ACCOUNT FUNDED AT THE LEVEL RECOMMENDED BY THE ADVISOR.**

3 THE CLIENT ACKNOWLEDGES THAT HIS/HER ACCOUNT WILL EXPERIENCE GREATER VOLATILITY AS MEASURED BY RATES OF RETURN ACHIEVED IN RELATION TO ASSETS ACTUALLY DEPOSITED IN HIS/HER ACCOUNT, THAN IN AN ACCOUNT FUNDED AT THE LEVEL RECOMMENDED BY THE ADVISOR.

4 **THE CLIENT ACKNOWLEDGES THAT THE AMOUNT OF FUNDS THAT INITIALLY ESTABLISHED THE ACCOUNT IS NOT THE MAXIMUM POSSIBLE LOSS THAT HIS/HER ACCOUNT MAY EXPERIENCE.**

5 **THE CLIENT ACKNOWLEDGES THAT FEES AND COMMISSIONS AS MEASURED AS A PERCENTAGE OF ASSETS ACTUALLY DEPOSITED WILL BE LARGER THAN IN AN ACCOUNT FUNDED AT THE LEVEL RECOMMENDED BY THE ADVISOR.**

6 THE CLIENT ACKNOWLEDGES THAT PERMITTED WITHDRAWALS AND ADDITIONS TO THE ACCOUNT WILL SERVE TO INCREASE OR REDUCE RESPECTIVELY THE LEVEL OF RISK, VOLATILITY, COMMISSIONS AND FEES IN THE ACCOUNT AS MEASURED BY A PERCENTAGE OF ASSETS ACTUALLY DEPOSITED IN HIS/HER ACCOUNT AS COMPARED TO AN ACCOUNT FUNDED AT THE LEVEL RECOMMENDED BY THE ADVISOR.

7 This agreement supersedes all prior SUPPLEMENTAL COMMODITY ADVISORY AGREEMENT FOR NOTIONALLY-FUNDED ACCOUNTS entered into by and between the Advisor and the Client for the specific program indicated in this agreement.

Supplemental Commodity Advisory Agreement for Notionally-Funded Accounts

(continued)

IN WITNESS WHEREOF, the parties hereto have executed this Agreement on the _____

day of _____ written in the first page of this Agreement. SOUTHWEST MANAGED

INVESTMENTS, LLC BY:

Principal of Southwest Managed Investments, LLC

Client(s):

(Print Name) _____

(Signature) _____ (Date) _____

(Print Name) _____

(Signature) _____ (Date) _____

Special Disclosure For Notionally-Funded Accounts

You should request your commodity trading advisor to advise you of the amount of cash or other assets (Actual Funds) which should be deposited to the advisor's trading program for your account to be considered "Fully-Funded". This is the amount upon which the commodity trading advisor 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 the commodity trading advisor's program.

You are reminded that the account size you have agreed to in writing (the "nominal" or "notional" account size) is not the maximum possible loss that your account may experience.

You should consult the account statements received from your futures commission merchant in order to determine the actual activity in your account, including profits, losses, and current cash balance. 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:

- 1 Although your gains and losses, fees and commissions measured in dollars, will be the same, they will be greater when expressed as a percentage of account equity.
- 2 You may receive more frequent and larger margin calls.
- 3 The disclosures which may accompany the performance table may be used to convert the rate-of-return ("RORs") in the performance table to the corresponding RORs for the particular partial funding levels.

Read and acknowledged by:

(Print Name) _____

(Signature) _____ (Date) _____

(Print Name) _____

(Signature) _____ (Date) _____

Southwest Managed Investments, LLC

Account Funding Specification

Account Name: _____ (line 1)

FCM (Broker): _____ (line 2)

Account Number: _____ (line 3)

(If Known)

Account

<u># Units</u>	<u>Program</u>	<u>Unit Size</u>	<u>Minimum</u>
_____	Global	\$200,000	\$200,000
	Diversified		

Total Nominal Account Size: _____ (line 4) (Multiply the number of
units by the unit size for the selected program.

i.e. 2 units of Global Diversified would be 2 X \$200,000 or \$400,000).

Funding: Type Amount Account

Local Deposit: _____ From line 3

Master Commitment: _____ Master Acct Number _____

.Notional Funding: _____ Other: (Specify exact nature) _____

Total Funding: (line 5) _____

Note: TOTAL FUNDING (above) MUST equal TOTAL NOMINAL ACCOUNT SIZE from line 4 above. If any part of the Total Funding is from a Master Account, that account number MUST BE SPECIFIED. If any part of the Total Funding is Notionally-Funded, a Supplemental Commodity Advisory Agreement must be supplied along with the Special Disclosure for Notionally-Funded Accounts.

Should any part of your Total Funding be from your Master Account, your signature below indicates your commitment of these funds for margining purposes to the account specified in line 3. It is recognized that these funds will not actually be deposited to the account specified in line 3.

(Print name) _____ (Print name) _____

(Signature) _____ (Signature) _____

(Date) _____ (Date) _____