



Penny Stock Disclosure

Trading penny stocks can be very risky. Please read this before you make a purchase or sale of a penny stock. Penny stocks are low priced stocks not traded on an exchange or quoted by NASDAQ. Price discovery is often not available. Investors in penny stocks often are unable to sell stock back to the dealer that sold them the stock. You may lose all of your investment. Be cautious of newly issued penny stocks. The securities being sold to you have not been approved or disapproved by the Securities and Exchange Commission. Moreover, the Securities and Exchange Commission has not passed upon the fairness or merits of this transaction nor upon the accuracy or adequacy of the information contained in any prospects or any other information provided by an issuer or a broker dealer.

Generally, penny stock is a security that:

- Is priced under five dollars;
- Is not traded on a national stock exchange or on NASDAQ (FINRA's automated quotation system);
- May be listed in the "pink sheets" or the NASD OTC Bulletin Board;
- Is issued by a company that has under \$5 million in net tangible assets and has been in business less than three years, by a company that has under \$2 million in net tangible assets and has been in business for at least three years, or by a company that has revenues of \$6 million for 3 years.

Boston Merchant Financial Services Inc. does not provide investment advice, determine the suitability of any security or strategy, or make recommendations. You are solely responsible for evaluating the merits and risks associated with the use of our services and to decide which investment strategies best fit your financial situation, goals and risk tolerance.