

1. PURPOSE AND CONTENTS OF THIS FINANCIAL SERVICES GUIDE

This Financial Services Guide ('FSG') is designed to provide you with important information regarding our services **prior to providing you with a financial service**, including the following:

- Who we are
- How you can contact us
- What services we are authorised to provide
- How we charge for and are remunerated for these services
- Any (potential) conflicts of interest we may have
- Our internal and external dispute resolution process

References in this FSG to 'AFMS', 'we', 'us' or 'our' are references to Australian Financial Market Services Pty Ltd ('AFMS').

This FSG describes the relationship with HomeTrader Pty Ltd ACN 119 985 438 ('HomeTrader Signals') and is separate to any other AFMS FSG.

This FSG was prepared as at 06 April 2009. If you would like further information, please ask us.

2. DETAILS OF AUSTRALIAN FINANCIAL MARKET SERVICES

AFMS holds an Australian Financial Services Licence (No. 295337) and the services provided by AFMS are limited to advisory education services on the following financial products:

- Derivatives including CFDs on Australian and international listed securities
- Australian and International securities to retail and wholesale clients.

3. DETAILS OF HOMETRADER SIGNALS

The provider of the financial services is HomeTrader Signals. HomeTrader Signals is a corporate authorised representative (No. 301972) of AFMS. HomeTrader Signals will be acting on behalf of AFMS. AFMS is therefore responsible to you for any financial services that HomeTrader Signals provides.

Recommendations for investing and trading in securities and derivatives are provided under the HomeTrader Signals trading name.

If you have any queries about this FSG or our services, you can contact HomeTrader Signals at:

Contact details for AFMS are:

Level 6, 105 St Georges Terrace
Perth WA 6000

Telephone: 1300 654 564

Fax: +278 9332 7955

Email: contactafms@afms.com.au

Website: www.hometradersignals.com.au

4. WHAT PRODUCTS AND SERVICES ARE PROVIDED BY HOMETRADER SIGNALS?

The HomeTrader Signals business provides general recommendations on trading shares and derivatives, to paying customers.

HomeTrader Signals does not offer a full advisory service. All information is provided on a general advice basis. This information is considered general in nature and does not take into account your personal financial situation, objectives and needs. This type of advice is discussed in more detail below.

HomeTrader Signals provides recommendations to buy and sell securities and derivatives. These recommendations are based on signals generated using computer software which applies historically tested mathematical formulae to price data. These recommendations to buy and sell are then provided to subscribers through the HomeTrader Signals website, email or SMS.

The signals generated using the computer software aim to isolate high probability trading opportunities based on reoccurring patterns of price behaviour. Past performance is not an accurate indication of future performance or returns.

5. HOMETRADER SIGNALS ONLY PROVIDES GENERAL ADVICE

HomeTrader Signals only provides general advice, limited to educational material.

General advice may differ from what you might commonly understand or expect.

General advice includes information about securities and derivatives and the underlying markets and HomeTrader Signal's opinions about, or outlook, for these products. The information provided in the multimedia courses, written manuals, promotional material in person or on the website does not constitute personal advice and has been prepared without taking into account your objectives, financial situation or needs.

Any discussions with HomeTrader Signals representatives about current or future market conditions or prospects for a particular security or derivative should not be seen as personal advice. Rather, it should be regarded as general information for your consideration prior to making any decision to deal in any financial product.

You should always consider the appropriateness of the advice, in light of your own objectives, financial situation or needs before acting on the advice. If you require personal advice specific to your particular situation, you will need to speak to your financial adviser.

6. SOME OF THE RISKS ASSOCIATED WITH TRADING SECURITIES AND DERIVATIVES

These are some of the risks you should be aware of that arise out of trading shares and derivatives.

Overall market risk – This is the risk of loss by reasons of movements in a market. These can be caused by any number of factors including political, economic, taxation or legislative. Specific examples include changes in interest rates, political change, changes to superannuation laws, internal crises or natural disasters. Market risk can be minimised by having a spread of investments across different types of assets.

Global risk – This is the vulnerability of an investment to international events or market factors. This could include movements in exchange rates, changes in trade or tariff policies and changes in international or bond markets.

Sector risk – The risks associated with an industry's specific products or services such as, demand for the product or service; commodity prices; the economic and industry cycles; changes in consumption patterns; lifestyle and technology changes. This may be minimised by detailed research to identify quality investments, reviewing their performance and their place in a portfolio.

Equity specific asset risk – risks associated with the specific investment, for example, quality of the company's directors; the strength of management and key personnel; profitability and asset base; debt level and fixed-cost structure; litigation; competition levels; liquidity of the investment.

Timing risk – The possibility that you enter the market at a bad time, for example, just before a fall in the share market. This can be minimised by not investing all of your funds into the market at one time.

Speculative risk – If an investment is described as speculative you should be aware that the investment could rise significantly but also fall by the same degree. You should not invest in speculative investments unless you understand

and accept the risks fully and are prepared to accept any resultant loss.

Leverage – The leveraged exposure provided by derivatives such as CFD's can lead to substantial losses. At the time of your opening transaction, your outlay is limited to the initial margin. This means that the percentage return, either positive or negative, made on your initial investment is far greater than the movement in the underlying index. If the market moves against you, the losses you will suffer from trading futures may be substantial. Unlike shares or option contracts, where the buyer can lose no more than the cost, both the buyer and the seller of a CFD and margin forex face potentially unlimited losses.

You should discuss with your financial adviser whether these risks are appropriate to your circumstances.

7. WHAT CHARGES ARE LEVIED?

We charge the following fees in relation to our products and services:

HomeTrader Signals Upfront	This will cost up to \$2,000
HomeTrader Signals – ASX grid	\$95 / month
HomeTrader Signals – ASX Mean Reversion	\$50 / month
HomeTrader Signals – ASX Rotational	\$30 / month
HomeTrader Signals – ASX Trend Follow	\$50.01/ month
HomeTrader Signals – US Mean Reversion	\$50.02 / month

All prices are inclusive of GST.

7.1. Who do I pay this money to?

All fees levied for products and services offered by HomeTrader Signals are invoiced by AFMS.

Payment for products and services is usually made by credit card, cheque or electronic funds transfer.

HomeTrader Signals has an agreement with AFMS whereby HomeTrader Signals is responsible for the delivery of products and fulfilment of services to you. These products and services include those that are advertised and marketed under HomeTrader Signals trading names. For this, AFMS pays HomeTrader Signals up to 100% of the revenue generated through selling these products and services through an agreement between the two companies.

8. REMUNERATION OF EMPLOYEES

AFMS and HomeTrader Signals representatives are remunerated in a variety of ways.

Generally those representatives that are not involved in selling the products and services provided by HomeTrader Signals are remunerated by way of salary and other benefits. They may also be eligible for a discretionary bonus which is based on achievement of pre-determined business objectives such as contribution to profit, client service risk management and leadership/team contribution.

Representatives responsible for selling the products and services provided by HomeTrader Signals are remunerated by way of salary and other employee benefits as well as commission on sales they generate. The proportion shared with the employee or other representative is based on their level of experience, length of service, the level of qualifications and the market conditions and ranges from 0% up to 50%.

9. IF YOU HAVE ANY COMPLAINTS

HomeTrader Signals endeavours at all times to provide the highest quality products and services but understands that there may be times that you may be unhappy or unsatisfied with the services provided. If you have a complaint about any facet of the service provided to you, please take the following steps:

1. Write to the Compliance Officer at AFMS at Level 27 Governor Phillip Tower 1 Farrer Place Sydney NSW 2000 providing the details. If you have not received a satisfactory response or 30 days has elapsed you may refer the matter to Financial Ombudsman Service ('FOS').
2. AFMS is a member of FOS, membership number 12233. You can lodge a complaint with FOS by sending the necessary documents and information to:
Financial Ombudsman Service
GPO Box 3
Melbourne VIC 3001
Telephone: 1300 780 808
Facsimile: (03) 9613 6399
Website: www.fos.org.au
Email: info@fos.org.au
3. You may also make a complaint to ASIC via their free call infoline on 1300 300 630.

10. PRIVACY

We are committed to addressing the concerns of our clients. This has led to us to develop a privacy statement to inform clients on how we endeavour to keep their information secure and in what manner we use their personal information.

AFMS is bound by the National Privacy Principles that form part of the Privacy Act 1988. This determines the ways in which we must treat personal information and covers personal information that may be gathered through the Internet, telephone, fax or post.

A copy of our Privacy Policy is available on all our websites at (eg www.HomeTraderSignals.com.au). If you would like further information please contact the Privacy Officer at the AFMS address shown above.

By using our services you authorise us to provide the information contained in the records referred to above, to companies related to AFMS and HomeTrader Signals for the purpose of allowing them to offer you additional services and facilities from time to time. You may chose to revoke that authorisation at anytime by notifying us in writing.