

# First Asset Financial Inc. Commission Policy

The policy of the First Asset Financial Inc. regarding commissions is that they should be fair and reasonable, given the circumstances surrounding the transaction. The guideline is that there should be no commission charged in excess of 5% without written justification (exceptions being-minimum commission, prospectus product, or options).

As the economic circumstances differ for each office, each branch is allowed to set its own minimum commission. That amount is located in written form in the home office for reference.

As commissions are allowed to be negotiated, First Asset Financial Inc. does not have any “set” commission schedule. All commissions are negotiated between the registered representative and the customer. In general, however, it appears that most commissions seem to fall in the 1 ½% to 2% for transactions of \$5,000 or lower and about 1-1 ½% over that amount. Again, the amount will vary with each customer and each situation. Each trade is reviewed to assure that there are no violations of the 5% guideline.