

## **Statement of Morgan Stanley Smith Barney LLC and Citigroup Global Markets Inc. Responsibilities**

Morgan Stanley Smith Barney LLC ("Morgan Stanley Smith Barney") is responsible for:

- approving, opening, and monitoring your account(s), including obtaining, verifying, and retaining your account information and documents, accepting your account(s), and monitoring trading and other activity in your account(s).
- providing investment advice to investment advisory clients of Morgan Stanley Smith Barney.
- determining whether any investment advice or recommendation given to you by your Financial Advisor is suitable for you, and whether persons placing instructions for your account are authorized to do so. Citigroup Global Markets Inc. ("CGMI") will not give you advice about your investments in your Morgan Stanley Smith Barney account(s) and will not evaluate the suitability of investments made by you, your Financial Advisor, or any other party for your Morgan Stanley Smith Barney account(s).
- accepting orders and other instructions from you regarding your account, and promptly and accurately transmitting those orders and instructions to CGMI. CGMI will not accept orders or instructions directly from you. Morgan Stanley Smith Barney may send orders for the purchase or sale of securities on your behalf to CGMI for execution, or Morgan Stanley Smith Barney may execute the transaction and instruct CGMI to post the transaction to your account.
- operating in compliance with all applicable laws, rules and regulations relating to its own operations and securities activities, the supervision of its Financial Advisors and other personnel, and the supervision of transactions and other activity in your account.
- initially receiving funds and securities for your account(s), in accordance with your instructions, for prompt transfer to CGMI.
- offering margin accounts to Morgan Stanley Smith Barney customers and setting margin requirements for Morgan Stanley Smith Barney accounts consistent with any requirements established by CGMI. Morgan Stanley Smith Barney is responsible for informing you of credit requirements of your account(s) and how to comply with them. Morgan Stanley Smith Barney will regularly receive from CGMI information on the status of margin accounts and notice of changes in CGMI house rules. You and Morgan Stanley Smith Barney are responsible for ensuring that any extension of credit for which you apply or accept is suitable or appropriate for you, that your margin account(s) are at all times funded in compliance with Regulation T of the Federal Reserve Board, the rules of the New York Stock Exchange, Inc., and other applicable self-regulatory organizations and the house rules of CGMI.
- investigating and responding to any questions or complaints you have about your account(s), confirmations, your periodic account statements, or any other matter related to your account(s). Morgan Stanley Smith Barney will notify CGMI with respect to matters involving services performed by CGMI.
- maintaining the required books and records with respect to the functions it performs.

CGMI is responsible for:

- executing, clearing, and settling securities transactions.
- preparing and sending to you periodic statements of your account(s) as well as confirmations of the transactions in your account(s). Certain of the information on your statements, such as prices and descriptions of securities are obtained from third parties. For more specific pricing information, and prior to placing orders, CGMI suggests that you contact Morgan Stanley Smith Barney. In some cases, Morgan Stanley Smith Barney may instruct CGMI to post transaction or other information to your account(s). CGMI does not independently verify such information. CGMI provides to Morgan Stanley Smith Barney copies of each confirmation and account statement sent to you.
- custody (or safekeeping) of funds and securities delivered to CGMI on your behalf or received by CGMI in connection with transactions in your account(s). CGMI is responsible for the handling of funds and securities which it holds or receives on your behalf in accordance with the instructions given by Morgan Stanley Smith Barney.
- receiving and delivering funds and securities for your account(s) in accordance with Morgan Stanley Smith Barney instructions. CGMI is not responsible for any funds or securities which are not actually delivered to it, or for any funds withdrawn from your account(s) by Morgan Stanley Smith Barney or its employees.
- extending credit to you in connection with buying or maintaining securities in your account(s). CGMI will not determine whether any extension of credit for which you apply or accept is suitable or appropriate for you. As described above, you and Morgan Stanley Smith Barney are responsible for ensuring that your credit account(s) is at all times funded in compliance with Regulation T of the Federal Reserve Board, the rules of the New York Stock Exchange, Inc., and other applicable self-regulatory organizations and the house rules of CGMI. These rules are exclusively for the protection of CGMI, and to the extent permitted by law, CGMI will not be liable to you for any failure by CGMI to comply with these rules. CGMI has the right to take market action in your account(s) if it does not meet the credit requirements. Morgan Stanley Smith Barney regularly receives from CGMI information on the status of credit accounts and notice of changes in CGMI house rules.
- maintaining the required books and records with respect to the functions it performs.