

Midwest Financial and Investment Services, Inc. (Midwest Financial) is furnishing this document to you pursuant to FINRA Notice to Members 01-31 and FINRA Rule 2341 to provide some basic facts about purchasing securities on margin, and to alert you to the risks involved with trading securities in a margin account. Before trading stocks in a margin account, you should carefully review the margin agreement provided by us, and our clearing firm, Raymond James & Associates, (Raymond James), the margin lender. Consult your account executive regarding any questions or concerns you may have with your margin accounts.

When you purchase certain securities, you may pay for the securities in full or you may borrow part of the purchase price from Raymond James. If you choose to borrow funds from Raymond James, you will establish a margin account with Midwest Financial and Raymond James. The securities purchased are Raymond James' collateral for the loan to you. If the securities in your margin account decline in value, so does the value of the collateral supporting your loan, and, as a result, the firm can take action, such as issue a margin call and/or sell securities or other assets in any of your accounts held with Raymond James, in order to maintain the required equity in your account.

It is important that you fully understand the risks involved in trading securities on margin. These risks include the following:

- ***You can lose more funds than you deposit in the margin account.*** A decline in the value of securities that are purchased on margin may require you to provide additional funds to Midwest Financial and Raymond James to avoid the forced sale of those securities or other securities or assets in your account(s).
- ***Raymond James and/or Midwest Financial can force the sale of securities or other assets in your account(s).*** If the equity in your account falls below the maintenance margin requirements, or Raymond James' higher "house" requirements, Raymond James can sell the securities or other assets in any of your accounts held at Raymond James to cover the margin deficiency. You also will be responsible for any short fall in the account after such a sale.
- ***Raymond James and/or Midwest Financial can sell your securities or other assets without contacting you.*** Some investors mistakenly believe that a firm must contact them for a margin call to be valid, and that the firm cannot liquidate securities or other assets in their accounts to meet the call unless the firm has contacted them first. This is not the case. Most firms, including Raymond James, will attempt to notify our customers of margin calls, but they are not required to do so. However, even if a firm has contacted a customer and provided a specific date by which the customer can meet a margin call, the firm can still take necessary steps to protect its financial interests, including immediately selling the securities or other assets without notice to you.
- ***You are not entitled to choose which securities or other assets in your account(s) are liquidated or sold to meet a margin call.*** Because all of the securities in a margin account are collateral for the margin loan, Raymond James and/or Midwest Financial have the right to decide which security to sell in order to protect its interests.
- ***Raymond James and/or Midwest Financial can increase its "house" maintenance margin requirements at any time and is not required to provide you advance written notice.*** These changes in firm policy often take effect immediately and may result in the issuance of a maintenance margin call. **YOUR FAILURE TO SATISFY THE CALL MAY CAUSE US AND/OR RAYMOND JAMES TO LIQUIDATE OR SELL SECURITIES IN YOUR ACCOUNT(S).**
- ***You are not entitled to an extension of time on a margin call.*** While an extension of time to meet margin requirements may be available to customers under certain conditions, a customer does not have a right to the extension.

Please be certain when you open a margin account and purchase securities on margin, you fully understand and can bear the financial risks associated with the purchase of securities on margin that may decline in value. If taking such risks is not consistent with your investment objectives, please notify your account executive that you do not desire to maintain a margin account.

Business Continuity Plan Disclosure Statement



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Midwest Financial and Investment Services, Inc. (Midwest Financial) has developed, in coordination with our parent company Midwest Bank and Trust, a Business Continuity Plan (BCP) on how we will respond to events that may significantly disrupt our business. Since the timing and impact of disasters and disruptions is unpredictable, we will have to be flexible in responding to actual events as they occur. Midwest Financial intends to stay in business during a disruption, as we have secured a temporary alternative location for our offices. Estimates of how long it will take to recover from internal and external business disruptions will vary on the nature and intensity of the disruption.

BUSINESS CONTINUITY PLAN (BCP)

We plan to quickly recover and resume business operations after a significant business disruption and respond by safeguarding our employees and property, making a financial and operational assessment, protecting the firm's books and records, and allowing our customers to transact business. The plan address data back up and recovery, all mission critical systems, financial and operational assessments, alternative communications with customers, employees, and regulators, alternate physical location of employees, regulatory reporting, and assuring our customers prompt access to their funds and securities if we are unable to continue our business. Both Midwest Financial and our clearing firm, Raymond James & Associates (Raymond James) backs up our important records in a geographically separate area. While every emergency situation poses unique challenges based on external factors, such as time of day and the severity of the disruption, we have been advised by Raymond James that its objective is to restore its own operations and be able to complete existing transactions and accept new transactions and payments within 2 hours. Customer orders and requests for funds and securities may be delayed during this period.

ALTERNATE CONTACT NUMBERS

We are providing alternate contact numbers and information that will allow continued access and service to the customer accounts in the event the customer is not able to reach our office. Our clearing firm, Raymond James & Associates, the custodian of customer assets, will be able to service accounts directly during a disruption:

Clearing Firm Name:	Raymond James & Associates
Address:	880 Carillon Parkway
City, State, Zip:	St. Petersburg, FL 33716
Telephone Number:	727-567-1000 or 800-441-4103
Website:	www.raymondjames.com

Recommended Service Entitlements For Your Accounts

We recommend that all clients request the following entitlements to their accounts so that they may be able to access their accounts on their own in case of disruption:

- **Online Viewing:** Clients may access their accounts via the Internet by going to www.raymondjames.com. Click on Client Account Access. They will need their user account identification number and a password. Client must request this entitlement through their registered representative prior to accessing their account online.

Check Writing: Clients may request this service through their registered representative. This entitles them to withdrawal funds from their account at any time. There is an annual fee assessed to their account for this entitlement.

MIDWEST FINANCIAL AND INVESTMENT SERVICES, INC. WEBSITE

www.midwestbank.com

In order to comply with Securities and Exchange Commission Rule 11ac-1-6, a rule dealing with order routing and execution procedures, Midwest Financial and Investment Services, Inc. and/or any affiliated subsidiaries thereof, acting as a securities broker/dealer, hereby discloses our fulfillment of said rule. Specifically, Midwest Financial and Investment Services, Inc. hereby discloses that we do not receive any compensation for order-flow arrangements.