TLIE
TEXAS LAWYERS' INSURANCE EXCHANGE

SUPP-EI2-11/08

EQUITY INTEREST SUPPLEMENT

(Risk Management Procedures on Reverse)

Applicant: _____

Provide the following information for each client in which the applicant or any firm member has an equity interest or in which any firm member is an officer or director. Financial Institutions do not need to be reported on this form. (Financial institutions must be reported on the **Supplemental Financial Institution Information Form**.) Use this Supplement to report firm ownership in a joint venture or subsidiary to provide specialized legal services to one or more clients.

If you have a joint venture, please also provide details on a separate sheet including the following information: the purpose of the joint venture, the firm/attorneys with whom you joint venture, the expected duration of the joint venture and whether the other parties maintain professional liability insurance. Note: mere referral arrangements are not the intent of this question or supplements.

NAME OF CLIENT OR BUSINESS VENTURE	ATTORNEY(S) WITH INTEREST	OFFICES HELD	% OF INTEREST	NATURE OF BUSINESS

(Risk Management Procedures Continued on Reverse)

EQUITY INTEREST SUPPLEMENT

Risk Management Procedures

1. ☐ **Yes** ☐ **No** Does the Applicant or any firm member provide the previously-identified client(s) with written disclosure of potential conflicts of interest in each of these equity situations?

2. ☐ **Yes** ☐ **No** Has the Applicant or any firm member accepted any type of equity interest in lieu of attorney's fees?

   If yes, either explain in the space provided below Question 3 or attach a separate addendum including the following information:

   a. What are the circumstances that would permit the Applicant or any firm member to accept an equity interest in lieu of attorney's fees?

   b. What is the approval process to accept an equity interest in lieu of attorney's fees?

3. ☐ **Yes** ☐ **No** Has the Applicant or any firm member provided any professional legal services for a client in relation to the preparation of any disclosure or offering documents for investors and/or State or Federal Regulators?

   If yes, what procedures have been adopted to avoid an actual or alleged conflict of interest?