

TradeStation Securities, Inc. (“TradeStation”) is required to provide you with the following disclosures.

### **SECURITIES INVESTOR PROTECTION CORPORATION**

TradeStation is a member of the Securities Investor Protection Corporation (“SIPC”). You may obtain information about SIPC, including the SIPC Brochure, by contacting SIPC at 202.372.8300 or [www.sipc.org](http://www.sipc.org).

### **[NOTICE OF TRADESTATION SECURITIES' PRIVACY NOTICE](#)**

We would also like to take this opportunity to share our [privacy notice](#) with you.

### **FINRA PUBLIC DISCLOSURE PROGRAM (FINRA RULE 2267)**

FINRA's BrokerCheck Hotline provides certain information regarding the disciplinary history of FINRA members and their associated persons in response to written inquiries, electronic inquiries, or telephonic inquiries via FINRA's (1) toll-free telephone listing (800.289.9999), or (2) website ([www.finra.org](http://www.finra.org)). Additionally, FINRA has prepared an investor brochure that includes information describing BrokerCheck.

### **TRUSTED CONTACT PERSON**

TradeStation Securities, Inc. (“TradeStation”) asks that you consider designating a trusted contact person age 18 or older. Please review our [Trusted Contact Person Form](#) to provide or update your trusted contact person information.

### **ROUTING CUSTOMER ORDERS (SEC RULE 606 & 607)**

TradeStation is required to make publicly available a quarterly report with regard to routing of non-directed orders. This information can be accessed on our [website](#). SEC Rule 606(b) requires a broker-dealer to disclose to its customers, upon request, “the identity of the venue to which the customer’s orders were routed for execution in the six months prior to the request, whether the orders were directed orders or non-directed orders, and the time of the transactions, if any, that resulted from such orders.”

Pursuant to SEC Rule 607, TradeStation is required to disclose its payment for Order Flow practices. TradeStation receives rebates from market venues to which orders are routed and pays fees for the execution of orders. TradeStation does not base routing decisions on the size of the rebate, since all markets venues to which orders are routed, must agree to the same per-share or per contract rate.

### **NFA BACKGROUND AFFILIATION STATUS INFORMATION CENTER (“BASIC”)**

TradeStation is required to inform its customers of the National Futures Association (“NFA”) Background Affiliation Status Information Center (“BASIC”). The BASIC system compiles various information regarding registrants and anyone can access this system on the Internet. The NFA BASIC system may be accessed at [www.nfa.futures.org/basicnet/](http://www.nfa.futures.org/basicnet/). To locate information on a registrant, simply enter the registrant’s NFA ID number or name when prompted. For questions regarding this system, you may contact the NFA information center at 800.621.3570 between the hours of 8:00 a.m. to 5:00 p.m. CST.

### **MUNICIPAL SECURITIES RULEMAKING BOARD**

TradeStation Securities, Inc. is registered with the U.S. Securities and Exchange Commission (SEC) and the Municipal Securities Rulemaking Board (MSRB). An investor brochure may be obtained at [msrb.org](http://msrb.org) that describes the protections that may be provided by the MSRB and how to file a complaint with an appropriate regulatory authority.

## MARGIN DISCLOSURE DOCUMENT

Pursuant to FINRA Rule 2264, TradeStation Securities, Inc. ("TradeStation") is furnishing this document to you 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 TradeStation. Consult your TradeStation account representative regarding any questions or concerns you may have with your margin accounts.

When you purchase securities, you may pay for the securities in full or you may borrow part of the purchase price from your brokerage firm. If you choose to borrow funds from your firm, you will open a margin account with the firm. The securities purchased are the firm's collateral for the loan to you. If the securities in your 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 in any of your accounts held with the member, in order to maintain the required equity in the 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 the firm that has made the loan to avoid the forced sale of those securities or other securities in your account(s).

The firm can force the sale of securities in your account(s). If the equity in your account falls below the maintenance margin requirements under the law, or the firm's higher "house" requirements, the firm can sell the securities in any of your accounts held at the firm to cover the margin deficiency. You also will be responsible for any short fall in the account after such a sale.

The firm can sell your securities 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 in their accounts to meet the call unless the firm has contacted them first. This is not the case. Most firms will attempt to notify their 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 without notice to the customer.

You are not entitled to choose which securities in your account(s) are liquidated or sold to meet a margin call. Because the securities are collateral for the margin loan, the firm has the right to decide which security to sell in order to protect its interests.

The firm 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 the member 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.

## IEX RULE BOOK

TradeStation is a member of the Investors Exchange LLC ("IEX"). The IEX Rulebook is available for examination on the [IEX website](#) or you may obtain a copy of the IEX Rulebook by contacting us at 800.822.0512.