



IRA Qualified Plan Margin and Risk Disclosure

This statement does not disclose all of the risks and other significant aspects of trading options in your IRA or Qualified Plan such as a Money Purchase Plan or Profit Sharing Plan. In light of the risks, you should initiate such transactions only if you understand the nature of the trades you are entering into and the extent of your exposure to risk. Trading in options is not suitable for many clients. Finally, you should carefully consider whether trading is appropriate for you in light of your experience, objectives, financial resources and other relevant circumstances.

- TD AMERITRADE, Inc. will not permit the borrowing of funds or the ability to have a debit balance in your IRA or Qualified Plan. Clients may not short stock, sell naked (uncovered) calls or sell a call calendar spread.
- Margin trading, even in a limited capacity, in an IRA or Qualified Plan may not be suitable depending on your financial circumstances.
- Trades that require margin such as American-style option spreads may result in a short stock position, involving a high degree of risk and may result in a loss of funds greater than the amount you have deposited in your IRA.
- Clients must understand that in the event of assignment of an option resulting in a short stock position, that TD AMERITRADE, Inc. and/or its clearing firm, Penson Financial Services, reserves the right to liquidate this position using same-day substitution.
- You must determine whether trading on margin in an IRA or Qualified Plan is advisable based on your financial circumstances, your tolerance for risk, the number of years until your retirement, and other factors. Clients should consult a professional financial advisor to determine if margin trading on a limited basis in their IRA is consistent with their financial goals.
- Clients acknowledge and accept that they must closely monitor their account and the trading to avoid adverse tax consequences.
- Trades requiring margin including, American-style options spreads, may require a deposit of additional funds to your account to maintain sufficient margin.
- The Internal Revenue Code places restrictions/limits on the amount of funds that can be deposited to an IRA. Deposits to the account in excess of such limits may cause adverse tax consequences, including but not limited to forfeiture of tax advantages inherent in a Qualified account and/or the risk of penalties imposed by the IRS.
- TD AMERITRADE, Inc. and Penson Financial Services reserves the right to liquidate all or a portion of client positions in your account in the event that you cannot or are not able to deposit sufficient funds to satisfy the margin requirements.

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