



INTERACTIVE BROKERS CANADA INC. FRACTIONAL SHARE TRADING DISCLOSURE

Interactive Brokers Canada Inc. ("IBC") allows its brokerage clients, directly or through their independent portfolio manager or introducing broker, to purchase certain U.S. stocks ("Shares") in fractional Shares rather than whole Share quantities. This disclosure outlines the unique features, limitations, and risks associated with trading in and holding fractional Shares.

Capacity - In connection with any fractional Share component of any purchase or sale transaction, IBC or its affiliate will act as counterparty and will execute that portion of the trade as principal or riskless principal. For orders that contain both whole and fractional Shares, IBC will act in a mixed capacity: as agent for the whole Share portion and as principal (or riskless principal) for the fractional Share portion of the order.

Price – If IBC acts as principal in executing any fractional Share portion of an order, the order will be executed at the price displayed for the opposite side of the Best Bid and Offer from the order (the offer if you are buying and the bid if you are selling) at the time of execution. If IBC is acting as riskless principal in connection with filling the fractional Share portion of the order, IBC will execute the fractional Share portion of the order at the price it receives for the execution of the whole Share.

Transfer of Fractional Shares - Fractional Shares are not transferable to another broker. If a client wants to transfer the holdings in an account to another brokerage firm, the fractional Share holdings cannot be transferred and will need to be liquidated before transfer, which may have tax consequences and will result in commission charges. To effect a request for a transfer, IBC will purchase the fractional Shares from the client's account using the pricing mechanism described above and charge commissions on these closing trades, then transfer the remaining whole Share quantities.

Available Order Types - IBC will only accept certain types of orders for fractional Shares (e.g., market orders, limit orders, stop orders, stop limit orders, etc.). In the event that you choose to place an unmarketable limit order with a fractional Share component, the fractional component may not execute until the order becomes marketable (and therefore may not execute at all), even if the order might have executed earlier if submitted for a whole Share quantity. Please contact us if you have any questions about order types available for fractional trading.

Voting Rights - Clients will not have voting rights for any of the fractional Shares held in their account, will not be able to make voluntary elections on any corporate action (including, without limitation, any tender offers or rights offerings) with respect to such fractional Shares, and IBC cannot provide clients any other shareholder documentation for any holdings of less than one Share. Clients will, however, receive payments of dividends, or in some cases in connection with stock dividends, either dividended Shares or value commensurate to the dividended Shares, and will otherwise participate normally in any stock splits, mergers or other mandatory corporate actions.

Four-Decimal Place Recording - IBC records the quantity of fractional Shares traded or otherwise held in a brokerage account down to four decimal places.