



Extended Hours Trading Risk Disclosure

Pursuant to FINRA Rule 2265, tZERO Securities provides the following disclosure regarding the general risks of trading during the pre-market session or post-market session (the “extended hours”):

- **Risk of Lower Liquidity:** there may be lower liquidity in extended hours trading as compared to regular market hours and as a result, your order may only be partially executed, or not at all.
- **Risk of Higher Volatility:** there may be greater volatility in extended hours trading and as a result, your order may only be partially executed, or not at all, or you may receive an inferior price than you would during regular market hours.
- **Risk of Changing Prices:** the prices of securities traded in extended hours trading may not reflect the prices either at the end of regular market hours, or upon the opening of the next morning.
- **Risk of Unlinked Markets:** the prices displayed on a particular extended hours system may not reflect the prices in other concurrently operating extended hours trading systems dealing in the same securities and as a result you may receive an inferior price in one extended hours trading system than you would in another trading system.
- **Risk of News Announcements:** normally, issuers make news announcements that may affect the price of their securities after regular market hours. These announcements may occur during extended hours trading, and if combined with lower liquidity and higher volatility, may cause an exaggerated and unsustainable effect on the price of a security.
- **Risk of Wider Spreads:** lower liquidity and higher volatility in extended hours trading may result in wider than normal spreads for a particular security.
- **Limit Orders:** All orders marked as “Day” and “Good-Till-Date” (GTD) orders in the system can now be executed within the new trading hours 12:05 a.m. to 11:35 p.m ET. If a Day or GTD order is set to expire on the current day and is unexecuted at the end of our trading hours at 11:35pm, the order will be canceled thereafter.