

Margin Handbook  
Presented by Wealthfront Brokerage LLC

Portfolio Line of Credit is a margin lending product offered exclusively to clients of Wealthfront Advisers LLC (the successor investment adviser to Wealthfront Inc.) by Wealthfront Brokerage LLC. We want to make sure you have all the information you need to understand and use this product. Margin is an extension of credit from a brokerage company using your own securities as collateral. Interest is charged on the borrowed funds for the period of time that the loan is outstanding. There are some risks and financial terms that may be new to you and are covered in the following standard disclosure statement.

Some of the language in the Wealthfront Margin Disclosure Statement may not necessarily apply to our Portfolio Line of Credit due to restrictions we apply over and above regulatory requirements. All deposits to the investment account associated with your Portfolio Line of Credit, including recurring deposits, can be applied to your outstanding balance or used to buy more investments. You can also liquidate securities in order to repay your outstanding balance. If you have additional questions, check out our Help Center or contact us at [support@wealthfront.com](mailto:support@wealthfront.com).

Wealthfront Margin Disclosure Statement

Wealthfront Brokerage LLC (“we,” “us,” or “our”), a broker affiliate of Wealthfront Advisers LLC, is furnishing this document to you to provide some basic facts about your margin account(s) at Wealthfront Brokerage LLC, and to alert you to the risks involved with trading securities in a margin account. Before trading securities in a margin account, you should carefully review the Portfolio Line of Credit Agreement. Contact us regarding any questions or concerns you may have. If you choose to borrow funds from us, you will open a margin account with Wealthfront Brokerage LLC. The securities purchased are collateral for our loan to you. If the securities in your margin account decline in value, so does the value of the collateral supporting your loan, and, as a result, we can take action, such as issuing a margin call and/or selling securities or other assets in any of your accounts held with us in order to maintain the required equity in the account. It is important that you fully understand the risks involved with margin lending. These risks include the following:

- You can lose more funds than you deposit in the margin account. A decline in the value of securities in your margin account may require you to provide us with additional funds or securities to avoid the forced sale of those securities or other securities or assets in any of your Wealthfront Brokerage account(s).
- We can force the sale of securities or other assets in your account(s). If the equity in your margin account falls below the maintenance margin requirements, or below our higher “house” requirements (discussed further below), we can sell the securities or other assets in any of your account(s) held with us to cover the equity deficiency in your margin account. You also will be responsible for any shortfall that remains in the margin account after such a forced sale.

- We can sell your securities or other assets 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 or other assets in their margin accounts to meet the call unless the firm has contacted them first. This is not the case. While we will attempt to notify you of margin calls, we are not required to do so. However, even if we have contacted you and provided a specific date by which you can meet a margin call, we can still take necessary steps to protect our financial interests, including immediately selling the securities without notice to you.
- You are not entitled to choose which securities or other assets in your account(s) are liquidated or sold to meet a margin call. Because all of the securities in your margin account are collateral for our margin loan to you, we have the right to decide which securities to sell in order to protect our interests.
- We can increase our “house” maintenance margin requirements at any time and are 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 us 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 you under certain conditions, a customer does not have a right to an extension.

Investment advisory and management services are offered by Wealthfront Advisers LLC, an SEC-registered investment adviser. Brokerage products and services are offered by Wealthfront Brokerage LLC, member FINRA / SIPC. Wealthfront Advisers LLC and Wealthfront Brokerage LLC are wholly-owned subsidiaries of Wealthfront Corporation © 2023 Wealthfront Corporation. All rights reserved