



## INTERACTIVE BROKERS CANADA INC. DAY TRADING RISK DISCLOSURE STATEMENT

Because the IIROC requires you to read and electronically sign the following document, we ask that you read the following document below, scroll to the bottom, and signify your acceptance by typing your name exactly as shown on the bottom of the page.

- » **Day trading can be extremely risky.** Day trading generally is not appropriate for someone of limited resources and limited investment or trading experience and low risk tolerance. You should be prepared to lose all of the funds that you use for day trading. In particular, you should not fund day-trading activities with retirement savings, student loans, second mortgages, emergency funds, funds set aside for purposes such as education or home ownership, or funds required to meet your living expenses.
- » **Be cautious of claims of large profits from day trading.** You should be wary of advertisements or other statements that emphasize the potential for large profits in day trading. Day trading can also lead to large and immediate financial losses.
- » **Day trading requires knowledge of securities markets.** Day trading requires in-depth knowledge of the securities markets and trading techniques and strategies. In attempting to profit through day trading, you must compete with professional, licensed traders employed by securities firms. You should have appropriate experience before engaging in day trading.
- » **Day trading requires knowledge of a firm's operations.** You should be familiar with a securities firm's business practices, including the operation of the firm's order execution systems and procedures.
- » **Day trading may result in your paying large commissions.** Day trading may require you to trade your account aggressively, and you may pay commissions on each trade. The total daily commissions that you pay on your trades may add to your losses or significantly reduce your earnings.
- » **Day trading on margin or short selling may result in losses beyond your initial investment.** When you day trade with funds borrowed from a firm or someone else, you can lose more than the funds you originally placed at risk. A decline in the value of the securities that are purchased may require you to provide additional funds to the firm to avoid the forced sale of those securities or other securities in your account. Short selling as part of your day-trading strategy also may lead to extraordinary losses, because you may have to purchase a stock at a very high price in order to cover a short position.

### ACKNOWLEDGEMENTS

I acknowledge that:

1. I have received and carefully read the above day trading risk disclosures which is in a language I fully understand;

2. I understand the risks associated with day trading risk; am prepared to lose all of the funds I use for day trading; possess in-depth knowledge of the securities markets and trading techniques and strategies required for day trading; and have the appropriate experience to engage in day trading; and

3. If there is any aspect of the above day trading risk disclosures that I do not understand, I shall consult my independent adviser and obtain a full understanding of such term(s).