



RISK FACT SHEET FOR MARGIN TRADING

1. This Risk Fact Sheet is provided to you to highlight the common risks of purchasing capital markets products (e.g. securities, futures, leveraged foreign exchange) on margin and complements the trading agreement and associated risk disclosures furnished by Interactive Brokers Singapore Pte Ltd ("IB-SG").
2. Margin trading can mean capital markets products are purchased through a margin loan extended to you by IB-SG, for which collateral is provided by you. Margin trading can also mean trading in capital markets products such as futures or options in which an initial margin deposit is made to secure your obligations and further margin may be required to secure your obligations as the value of your position changes.
3. When you purchase capital markets products such as securities, you can pay for these products in full or you may borrow part of the purchase price from IB-SG. If you choose to borrow funds from IB-SG, you will open a margin account with IB-SG. The capital markets products purchased are IB-SG's collateral for the loan to you. If the capital markets products in your account decline in value, so does the collateral supporting your loan, and as a result, IB-SG can take action, such as sell your securities or other assets in any of your accounts held with IB-SG or issue a margin call, in order to maintain the required value in the account.
4. You should understand that pursuant to the IB-SG trading agreement, IB-SG generally will not issue margin call that IB-SG will liquidate positions in your account to meet margin requirements without prior notification to you, and without an opportunity for you to choose the positions to be liquidated or the timing or order of liquidation.
5. In addition, it is important that you fully understand the risks of margin trading as listed below. This Risk Fact Sheet does not disclose all the risks of margin trading. It is important to read the trading agreement and associated risk disclosures before deciding whether to engage in margin trading. You should also carefully consider whether margin trading is appropriate for you in the light of your experience, objectives, financial resources and other relevant circumstances. Before engaging in margin trading, you should consider consulting a financial adviser, who can provide advice on whether margin trading suits your financial goals.

You Can Lose More Funds Than You Deposit in the Margin Account: A decline in the value of the securities or other assets that are purchased on margin may require you to provide additional funds to IB-SG, or you must put up additional margin to avoid the forced sale of the securities or other assets in your account(s).

IB-SG Can Force the Sale of Securities or Other Assets in Your Account(s): If the value in your account falls below the maintenance margin requirements, or if IB-SG has higher house requirements, IB-SG can sell the securities or other assets in any of your accounts held by IB-SG to cover the margin deficiency. You will also be responsible for any shortfall in the account(s) after such a sale.

IB-SG 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 accounts to meet the margin call unless the firm has contacted them. As noted above, IB-SG generally will not issue margin calls and can immediately sell your securities or other assets without notifying you in the event your account has insufficient margin.

You Are Not Entitled to Choose Which Securities or Other Assets in Your Account(s) are Liquidated or Sold to Meet Margin Call: IB-SG has the right to decide which positions to sell in order to protect its interest.

IB-SG Can Increase Its House Maintenance Margin Requirements at Any Time and Is Not Required to Provide You with Advance Written Notice: These changes in policy often take effect immediately. Your failure to maintain adequate margin in the event of an increased margin requirement generally will cause IB-SG to liquidate or sell your securities or other assets in your account(s).

If IB-SG Chooses to Issue A Margin Call Rather Than Immediately Under Liquidate Under Margined Positions, You Are Not Entitled to An Extension of Time on the Margin Call

ACKNOWLEDGEMENT OF RECEIPT OF THIS NOTIFICATION ON THE RISK FACT SHEET FOR MARGIN TRADING

Your signature on the account opening forms will indicate your acknowledgement that you have read this NOTIFICATION ON THE RISK FACT SHEET FOR MARGIN TRADING and understand its contents.