



## Extended Hours Trading Risk Disclosure

You should consider the following points before engaging in extended hours trading. "Extended hours trading" means trading outside of "regular trading hours." "Regular trading hours" generally means the time between 9:30 a.m. and 4:00 p.m. Eastern Standard Time.

*IDB Capital offers client's the ability to trade during limited extended hours, specifically 8:00 AM – 9:15 AM and 4:01 PM – 6:30 PM, only. IDB Capital does not recommend or solicit extended hours trading transactions.*

*Extended hours trading is at the client's own risk. IDB Capital accepts no liability or responsibility for trading issues encountered during extended hours. IDB Capital personnel may not be available during extended trading hours. Clients are responsible for monitoring Work Corner in NetXInvestor to ensure trade was properly routed and executed or to take corrective action.*

*Only Limit Order are allowed and client's must enter their own orders, utilizing Pershing's NetXInvestor application. NASDAQ Exchange, NYSE, NYSE ARCA and AMEX listed securities are eligible for trading. Over the Counter Bulletin Board (OTCBB), Pink Sheets, and securities traded on foreign exchanges are not eligible for extended-hours trading*

**Risk of Lower Liquidity.** Liquidity refers to the ability of market participants to buy and sell securities. Generally, the more orders that are available in a market, the greater the liquidity. Liquidity is important because with greater liquidity it is easier for investors to buy or sell securities, and as a result, investors are more likely to pay or receive a competitive price for securities purchased or sold. There may be lower liquidity in extended hours trading as compared to regular trading hours. As a result, your order may only be partially executed, or not at all.

**Risk of Higher Volatility.** Volatility refers to the changes in price that securities undergo when trading. Generally, the higher the volatility of a security, the greater its price swings. There may be greater volatility in extended hours trading than in regular trading hours. As a result, your order may only be partially executed, or not at all, or you may receive an inferior price when engaging in extended hours trading than you would during regular trading 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 trading hours, or upon the opening the next morning. As a result, you may receive an inferior price when engaging in extended hours trading than you would during regular trading hours.

**Risk of Unlinked Markets.** Depending on the extended hours trading system or the time of day, the prices displayed on a particular extended hour trading system may not reflect the prices in other concurrently operating extended hours trading systems dealing in the same securities. Accordingly, you may receive an inferior price in one extended hours trading system than you would in another extended hours trading system.

**Risk of News Announcements.** Normally, issuers make news announcements that may affect the price of their securities after regular trading hours. Similarly, important financial information is frequently announced outside of regular trading hours. In extended hours trading, these announcements may occur during 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.** The spread refers to the difference in price between what you can buy a security for and what you can sell it for. Lower liquidity and higher volatility in extended hours trading may result in wider than normal spreads for a particular security.

*For additional information, please see FINRA's Investor Insight, [Extended-Hours Trading: Know the Risk](#) and Pershing's NetXInvestor trading platform.*