Margin Handbook

Presented by Wealthfront Brokerage Corporation

Portfolio Line of Credit is a margin lending product offered exclusively to clients of Wealthfront, Inc. by Wealthfront Brokerage Corporation. We want to make sure you have all the information you need to understand and use this product. The benefits of accessing cash by using Portfolio Line of Credit are many: lightning fast process, low interest rates, and repayment on your schedule. There are also 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. For example, all deposits to the investment account associated with your Portfolio Line of Credit, including recurring deposits, will be applied to your outstanding balance before being invested. You can also liquidate securities in order to repay your outstanding balance. This means that you cannot use the proceeds of your Portfolio Line of Credit to invest in additional securities in the same Wealthfront account.

If you have additional questions, check out our Help Center or contact us at support@wealthfront.com.

Wealthfront Margin Disclosure Statement

Wealthfront Brokerage Corporation ("we," "us," or "our"), a broker affiliate of Wealthfront, Inc., is furnishing this document to you to provide some basic facts about margin accounts, purchasing securities on margin, 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.

When you purchase securities, you may pay for the securities in full or you may borrow part of the purchase price from a broker. If you choose to borrow funds from us, you will open a margin account with Wealthfront Brokerage Corporation. 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 other than retirement accounts (such as IRAs), in order to maintain the required equity in the account.

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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 that are purchased on margin may require you to provide us with additional funds to avoid the forced sale of those securities or other securities or assets in your account(s).

• We can force the sale of securities or other assets in your account(s). If the equity in your account falls below the maintenance margin requirements, or our higher "house" requirements, we can sell the securities or other assets in any of your account(s) held with us to cover the margin deficiency. You also will be responsible for any shortfall in the account after such a sale.

Wealthfront Margin Disclosure Statement, continued

• 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 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 the securities are collateral for the margin loan, we have the right to decide which security 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 the extension.