

Important Information and Reminders for your TD Waterhouse Canada Inc. account(s)

June 2024

- **Trading Fractional Shares**
- **Informing us about changes to your account information**
- **Leverage Risk Disclosure and Significant Shareholder Information**



TD Direct Investing

About this notification

Please read the summary of information we have provided in this notification carefully. **No other action is required on your part.**

Have questions? Our Investment Representatives are happy to help. Select *Help* from the flyout menu on the TD Easy Trade mobile app to get in touch with us or call 1-877-250-2588 between 7 a.m. and 7 p.m. ET, Monday to Friday.

Trading Fractional Shares

Soon you will be able to buy and sell certain stocks and exchange-traded funds (ETFs) in fractional quantities, also referred to as partial shares, in your TD Easy Trade™ account(s). Fractional trading will only be available for certain classes of shares. Stocks and ETFs that are available for fractional trading may change periodically and without prior notice.

Like whole shares, fractional trading incurs a commission. When you buy or sell less than one full share, you will incur a commission of \$1.99. Trades equal to or greater than one share will incur the regular, full commission. Fractional shares are included in TD Easy Trade's 50 free stock trades per year and \$0 commissions on TD ETFs.

We have updated the following applicable disclosure documents to reflect the information about fractional trading:

- TD Waterhouse Canada Inc. Account and Services Agreement and Disclosure Documents (TD Waterhouse ASA):** The *Fractional Trading Agreement* has been added to the TD Waterhouse ASA. The Agreement sets out the terms and conditions that apply to fractional trading, in relation to trade execution, corporate actions, dividends, and tax implications. For the full text of the updated TD Waterhouse ASA, please visit td.com/tdwasa.
- TD Waterhouse Canada Inc. Conflicts of Interest Statement (TD Waterhouse COI) and TD Easy Trade Relationship Disclosure (RDD):** We have updated the TD Waterhouse COI and TD Easy Trade RDD with language to address fractional trading. Please visit td.com/tdwcoi and td.com/etrdd, respectively for the full text of the updated documents.
- TD Easy Trade Commission Schedule and Statement of Disclosure of Rates and Fees (SRF):** The TD Easy Trade SRF now reflects the fees associated with fractional trading. Please visit td.com/etsrf for the full text of the updated TD Easy Trade SRF.

Have questions? Our Investment Representatives are happy to help. Select *Help* from the flyout menu on the TD Easy Trade mobile app to get in touch with us or call 1-877-250-2588 between 7 a.m. and 7 p.m. ET, Monday to Friday.

Informing us about changes to your account information

It is your responsibility to notify us immediately of any changes to your personal information for your TD Easy Trade™ accounts. Please login to the TD Easy Trade™ app to review and update your personal information as needed.

Action:

You can update your personal account information in the TD Easy Trade™ app by logging in and selecting *My Profile* under your name at the top of the flyout menu.

If you need to update your other personal details not listed in the app, please select *Help* from the flyout menu in the TD Easy Trade™ app to get in touch with us.

Leverage Risk Disclosure and Significant Shareholder Information

Important Information about Leverage Risk

Securities law requires us to remind you that using borrowed money to finance the purchase of securities involves greater risk than a purchase using cash resources only. If you borrow money to purchase securities, your responsibility to repay the loan and pay interest as required by its terms remains the same, even if the value of the securities purchased declines. An investment strategy that uses borrowed money could result in far greater losses than an investment strategy that does not use borrowed money.

There may also be tax consequences to you if assets in your account must be sold in order to meet any obligations to repay the borrowed money or any interest owing.

Important Reminders for Insiders and Significant Shareholders

To maintain a level playing field for all investors, you are reminded that Canadian securities industry regulations require insiders and significant shareholders of publicly traded companies to disclose their status when opening a brokerage account, and to disclose any changes of status as they occur.

You are also reminded that if you are an insider or significant shareholder, you are required to disclose your status when placing trades on any Canadian exchange or market for equities and options issued by, or related to, the company with which you are associated.

The same declaration requirement applies if you have trading authority or power of attorney on another person's account and are placing trades on their behalf, and you or the other person is an insider or a significant shareholder of the issuer's securities. This requirement also applies to accounts where, as an insider/ significant shareholder, you have a financial interest in, and/or a beneficial ownership interest in, an account.

TD Direct Investing clients who are insiders of publicly traded companies can declare their status when placing orders on WebBroker or Advanced Dashboard. These orders cannot be placed through TeleMax or TalkBroker; however, you can place orders over the phone through an Investment Representative and disclose insider/significant shareholder status. Clients of the TD Easy Trade™ service who are insiders of publicly traded companies can declare their status when placing orders on the TD Easy Trade™ app. There are restrictions that apply to the sale of securities on the Toronto Stock Exchange (TSX) when you are a significant shareholder.

