



DISCLOSURE OF RISKS OF MARGIN POSITIONS AND INVESTMENT LOAN

Interactive Brokers Central Europe Zrt ("IBCE") is furnishing this document to you to provide some basic facts about purchasing securities and futures contracts on margin, and to alert you to the risks of trading involving an investment loan. A transaction effected using an investment loan is one in which you purchase securities partially through an investment loan extended to you by IBCE, for which the securities act as collateral. "Margin positions" mean trading investment products such as futures or options (derivatives) 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 positions changes.

Before trading stocks, derivatives or other investment products using an investment loan, you should carefully review the Investment Loan Framework Agreement ("Agreement") and the Business Rules and General Terms and Conditions provided by IBCE and you should consult IBCE 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 IBCE. If you choose to borrow funds from IB, you will open an investment loan account with the firm. The securities purchased are IBCE's collateral for the loan to you. The positions you hold may decline in value after you take out an investment loan. If the securities or derivatives contracts in your account decline in value, so does the value of the collateral supporting your loan, and, as a result, IBCE can take action, such as sell securities or other assets in any of your accounts held with IBCE. You should understand that pursuant to the Agreement, IBCE will not issue margin calls, IBCE will not credit your account to meet intraday margin deficiencies, and that IBCE will liquidate positions in your account in order to satisfy margin requirements without prior notice to you and without an opportunity for you to choose the positions to be liquidated or the timing or order of liquidation.

In addition, it is important that you fully understand the risks of margin positions and trading securities or derivatives contracts using an investment loan. These risks include the following:

- » You can lose more funds than your initial deposit. A decline in the value of securities or derivatives contracts that are purchased on margin may require you to provide additional funds to IBCE or you must put up margin to avoid the forced sale of those securities or derivatives contracts or other assets in your account(s).
- » IBCE 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 if IBCE has higher "house" requirements, IB can sell the securities or derivatives contracts or other assets in any of your accounts held at the firm to cover the margin deficiency. You also will be responsible for any shortfall in the accounts after such a sale.
- » IBCE can sell your securities or other assets without contacting you. IBCE will not issue margin calls or call you if you violate the terms of your investment loan. We can and typically will immediately sell your securities or derivatives contracts without notice to you in the event that your account has insufficient margin or you do not meet the terms of your investment loan.

- » You are not entitled to choose which securities or derivatives contracts or other assets in your account(s) are liquidated or sold. IBCE has the right to decide which positions to sell in order to protect its interests and the order in which they are sold.
- » IBCE takes the necessary steps to maintain the balance with the value of client instruments and therefore can increase margin requirements at any time and is not required to provide you with advance written notice. These changes in firm policy takes effect immediately unless otherwise communicated. Your failure to maintain adequate margin in the event of an increased margin rate generally will cause IBCE to liquidate or sell securities or derivatives contracts in your account(s).