

OPEN TO THE PUBLIC INVESTING, INC. SHORT SELLING DISCLOSURES

Risk Disclosures

- Short selling is an advanced trading strategy that has the potential for unlimited losses and is not appropriate for all investors. Please assess your financial circumstances and risk tolerance before engaging in this strategy.
- In order to short sell at Public Investing, you must have Margin Investing enabled on your Margin Account.
- Additional fees, including stock borrow fees, may apply. Please see below and the [Fee Schedule](#) for more information.
- There is no guarantee that Public Investing can continue to maintain a short position for any period of time. Your position may be closed out by Public Investing without regard to your profit or loss.
- Prior to engaging in any short selling, you acknowledge that you have reviewed the [Apex Margin & Short Account Agreement](#) and agree to its terms.

Short Selling Fees

- Public Investing may charge you fees associated with borrowing stocks as a result of short selling. If you have an open short position in your account, Public Investing can charge a stock borrow fee based on the prevailing borrow rate of the stock. The borrow rate, which is based on supply and demand dynamics, fluctuates and changes throughout the day. The daily accrued borrow cost is calculated based on the largest short position held open each day, multiplied by the end of day market price multiplied by the quoted borrow rate divided by 360. A borrow fee begins accruing when the short position is opened (trade date) and will stop accruing when the short position's closing trade is settled (settlement date).
- When you make a short trade, the borrow rate will show on the stock's detail page and will update dynamically while placing the order. Borrow fees are charged as part of the monthly billing including all accrual of interests. Note that borrow fees may vary by symbol.
- Keep in mind the short trade borrow fees are in addition to the cost of investing on margin.