

High Interest Cash Program Terms & Conditions

Date: November 14, 2024

eToro USA Securities Inc. (the “eToro BD”) is a broker-dealer registered with the Securities and Exchange Commission ([SEC](#)). The eToro BD is also a member of the Financial Industry Regulatory Authority ([FINRA](#)) and Securities Investor Protection Corporation ([SIPC](#)). eToro BD makes stock and exchange-traded fund (“ETF”) trading available to customers. In addition, it also makes options trading available to eligible customers through a product named eToro Options. This High Interest Cash Program (“Program”) is generally only available for cash held through an eToro Options account (“eToro Account”) and is not available for cash balances held in the eToro USA accounts where customers can buy, hold, or sell stocks, ETFs, and cryptocurrencies. *However, customers in Hawaii, Nevada, New York, Puerto Rico, and the US Virgin Islands (“Select States”) are able to participate in this Program with the cash holdings in their eToro BD account where they can purchase stocks, ETFs, and options (also referred to an eToro Account herein).* As discussed in these Program Terms & Conditions (“Program Terms”), eligible eToro BD customers will be able to earn interest on cash deposited with eToro BD through eToro Options (or any eToro Account for residents of the Select States) after they voluntarily enroll in this program. There is a monthly fee for this program and so please read this document and the others noted below carefully. Please contact [eToro Customer Service](#) for any questions relating to the Program. Participation in the Program, and use of the eToro BD platform in general, is also subject to the [Customer Agreement & Platform Documentation](#) as well as other key documents in the [Disclosure Library](#).

Overview

In addition to the eToro BD, this Program is being provided to eligible participating customers by Apex Clearing Corporation (“Clearing Broker”), which is the clearing broker-dealer for your eToro BD account(s). The cash you deposit into your eToro Account or the trading sales proceeds in your eToro Account are ultimately held in accounts operated by the Clearing Broker (or any eToro BD Account for residents of “Select States”). Whether you are enrolled in the Program or not, the Clearing Broker sweeps such cash to a network of banks that pay Clearing Broker interest for those cash deposits. In the Program, a significant part of those interest payments will be shared with you while Clearing Broker and eToro BD will also receive and retain part of the overall interest earned from your cash deposits. Please review Clearing Broker’s [terms and conditions for this “FDIC-Insured Sweep Program”](#) (“Clearing Broker’s Terms”) it operates as well as [Clearing Broker’s list of banks](#) that participate in this program (each a “Program Bank”).

Please carefully read these Program Terms, [Clearing Broker’s Terms](#), and the webpage where eToro BD publishes details and updates about the Program (“[Program Webpage](#)”). Those materials discuss important items such as how your cash is handled, the amount of interest you are eligible to earn, and the fees charged for enrolling in this program, as well as other critical details.

eToro BD and the Clearing Broker each has the right to: (i) refuse to allow any customer to enroll in the Program; (ii) remove any customer from participation in the Program at any time; and (3) change the Program Terms or end the Program at any time.

Acceptance of the Program Terms and Other Documentation

By enrolling in the Cash Interest Program, you are affirming to eToro BD that you accept these Program Terms, [Clearing Broker's Terms](#), and information provided by eToro BD at the [Program Webpage](#). These Program Terms supplement, form part of, and are subject to the eToro USA [Platform Documentation](#). Please review those materials and other key documents in the eToro USA [Disclosure Library](#). Unless otherwise indicated herein, all provisions contained in the General Terms and Conditions and the eToro BD Customer Agreement included in the Platform Documentation will govern these Program Terms. In the event of any inconsistency between any provision of these Program Terms and any provision of the General Terms and Conditions or the eToro BD Customer Agreement, the provisions of these Program Terms shall prevail. eToro BD reserves the right to cancel the Cash Interest Program, and/or change or update these Program Terms at any time, at its discretion, with or without notice to you. Your continued participation in the Program after any such change or update constitutes your acceptance of such revised Program Terms. You should regularly review this document as well as additional details about the Program, including applicable interest rates, at the [Program Webpage](#). If you do not agree with any such change or update to the Program Terms, [Clearing Broker's Terms](#), or [Program Webpage](#), your sole and exclusive remedy is to discontinue participation in the Program.

The Program is only available to customers who affirmatively enroll in the program. The current interest payment rates, fees, and fee waiver eligibility for the Program will be made available on the [Program Webpage](#), and are subject to change at any time by eToro BD. Participation in the Program is not mandatory and eligible customers can choose to enroll, unenroll, or re-enroll online or by contacting [Customer Service](#). If you choose to participate in the Program, any such participation is always subject to the Program Terms, [Clearing Broker's Terms](#), and information on the [Program Webpage](#).

Program Mechanics and Details

By participating in the Cash Interest Program, you will receive pass-through interest payments from Clearing Broker and the eToro BD at levels and in amounts that are determined by them in their discretion and that are subject to change at any time. Please review the [Program Webpage](#) for details. eToro BD will be assessed a monthly fee by Clearing Broker for each eToro BD customer participating in the program that held a cash balance during the prior month. As described on the [Program Webpage](#), eToro BD will pay the fee on behalf of customers who satisfy certain minimum asset requirements, but will charge the monthly fee (currently \$2/month) to customers who do not satisfy those requirements by deducting the amount from their cash balance held in their eToro Account. Customers enrolled in the Program, but who have no or limited assets in their eToro Account or who have insufficient cash in their eToro Account to pay the monthly fee for a period of time will be removed from the Program by eToro BD. eToro BD always has the ability to remove a customer from the Program at any time, but will attempt to provide a customer with advance notice of this planned step when reasonably possible. Please see the [Program Webpage](#) for details or contact [Customer Service](#) with questions.

If funds that have been swept to the Program Bank are needed to cover a purchase, withdrawal, or other debit in your eToro Account, the funds will automatically, without notice, be swept out of the Program Bank and back into your eToro Account at Clearing Broker and will not earn interest anymore. For trading sales proceeds or new cash deposits into your eToro Account, Clearing Broker will sweep your available cash balance in your eToro Account to an omnibus account at the Program Bank (“Program Bank Account”). However, you will not be able to make direct withdrawals from or deposits to the Program Bank Account, even if you try to contact the Program Bank directly. Your available cash balance is only available through your eToro Account. Questions about your eToro Account cash balance must be directed to [eToro](#) rather than Clearing Broker or a Program Bank.

The interest payments you receive through the Program will always be slightly less than the interest credited to the Program Bank Account by the Program Bank. Any surplus interest, which exceeds what you receive, is retained by the Clearing Broker and eToro BD. Clearing Broker is not a bank and neither eToro BD nor any of its affiliates is a bank. You are the owner of the funds in your eToro Account, including the cash swept to Program Banks by Clearing Broker, and you determine when to withdraw, invest, or add to such funds.

Interest and Fees

Amounts on deposit in the Program Bank Account will accrue interest that is payable by the Program Bank into the Program Bank Account. By participating in the Program, you are eligible to earn interest payments based on the balance of your cash held in your eToro Account and the interest level set forth on the [Program Webpage](#). Please review the [Program Webpage](#) regularly for details about the applicable interest rates, applicable fees, and other key items, all of which are subject to change at any time and without advance notice. The amount of interest you receive from your cash held through the Program will be reflected in your eToro Account statements.

As noted above, eToro BD will be assessed a monthly fee by Clearing Broker for each eToro BD customer participating in the program that held a cash balance during the prior month. As described on the [Program Webpage](#), eToro BD will pay the fee on behalf of customers who satisfy certain minimum asset requirements, but will charge the fee to customers who do not satisfy those requirements by deducting the amount from their cash balance in their eToro Account. Please review the [Program Webpage](#) for details, including the amount of this monthly fee (currently \$2/month).

Applicability of FDIC Insurance and No SIPC Coverage

You retain full ownership of your funds in the Program. While your funds are on deposit at a Program Bank Account, they will be eligible for Federal Deposit Insurance Corporation (“[FDIC](#)”) insurance subject to applicable limits. See below for more details regarding FDIC insurance eligibility, but please remember that FDIC insurance only protects against the failure of an FDIC-member bank, and not the failure of Clearing Broker, eToro BD, or their affiliates.

Your available cash balances that the Clearing Broker sweeps to a Program Bank Account, together with other cash you have at the same bank, are insured by the FDIC up to a standard

maximum amount in accordance with the FDIC's rules. The applicable FDIC insurance limit depends on a number of factors. This typically amounts to \$250,000 per customer for all their cash held at a single bank (even cash held with such bank outside of the Program), but please consult www.fdic.gov for further details. If you have more than \$250,000 of cash held through your eToro Account and are enrolled in the Program, Clearing Broker will attempt to keep such amounts in multiple Program Banks so you are able to obtain additional insurance, but this amount of insurance is not expected to exceed \$5 million.

You agree that although your funds will be eligible for FDIC insurance when they are held at a Program Bank, FDIC insurance may not be continuously available while funds are in transit to or from the Program Bank. You also understand and acknowledge that FDIC insurance applies on a per-bank basis. You should review the [list of Program Banks provided by Clearing Broker](#) and consider whether you have additional assets at any of those banks outside of your relationship with eToro BD. Please contact [eToro Customer Service](#) if you need to discuss this issue.

In the event of a bank failure where FDIC insurance payments become necessary, please note that there is no specific time period during which the FDIC must make insurance payments available, and the FDIC may require you, Clearing Broker, or eToro BD to provide certain documentation before insurance payments are made. By enrolling in the Cash Interest Program, you agree to waive any potential claims against eToro BD or its affiliates for any purported delay in accessing your cash relating to a bank failure or similar issues.

A Program Bank Account is not protected by [SIPC](#). Please see the [Platform Documentation](#) and [Disclosure Library](#) for additional information about SIPC coverage and how it applies to your eToro BD accounts.

Your Relationship with the Program Bank

You will not have a direct account relationship with a Program Bank as part of this program, and you will not be able to deposit funds into or withdraw funds directly through the Program Bank Account. All questions regarding the Program Bank Account should be directed to eToro BD (by contacting [eToro Customer Service](#)), and not to the Program Bank or Clearing Broker.

Customer cash held in a Program Bank Account constitutes a direct obligation of the Program Bank and is not directly or indirectly an obligation of eToro BD, Clearing Broker, or any of their affiliates. You can obtain publicly available financial information concerning a Program Bank at fdic.gov. eToro BD is not responsible for the financial condition of a Program Bank and does not guarantee in any way the financial condition of a Program Bank or the accuracy of any publicly available financial information concerning a Program Bank.

Clearing Broker may determine in its sole discretion to utilize different Program Banks than those involved in the Program at the time of your enrollment. You should regularly review [Clearing Broker's list of Program Banks](#). Information about such banks can be found on the FDIC website at <https://www.fdic.gov/resources/deposit-insurance/>. You acknowledge and agree that Clearing Broker may sweep your cash held in your eToro Account into Program Bank Account(s) held at various Program Banks as it determines in its sole discretion.

You may establish a direct depository relationship with a Program Bank, subject to its rules with respect to maintaining deposit accounts, separate and apart from your relationship with eToro BD and Clearing Broker. You should consider how having multiple accounts at an FDIC-insured bank may impact FDIC coverage of your deposited assets in your eToro Account.

Taxation

If you are paid interest in the Program, you will receive a Form 1099-INT, if applicable, reflecting the interest you have earned in that tax year. Nothing in these Program Terms should be construed as or shall constitute legal or tax advice. Please contact your own legal or tax advisor. eToro may be required to withhold United States federal income tax at the prevailing rate on taxable distributions payable to certain depositors who fail to provide sufficient and correct taxpayer identification information or to make required certifications or who have been notified by the Internal Revenue Service that they are subject to backup withholding. Please consult your tax advisor for further information or visit www.irs.gov.