D.A. Davidson & Co. (“D.A. Davidson”) is furnishing this information to you to provide some basic facts about purchasing securities on margin, and to alert you to the risks involved with trading securities in a margin account. Before trading stocks in a margin account, you should carefully review your “Client Account Agreement” which you signed when you opened your account with D.A. Davidson and which governs the use of margin in your account. Please consult your D.A. Davidson financial professional regarding any questions or concerns you may have with your margin accounts.

When you purchase securities, you may pay for the securities in full or you may borrow part of the purchase price from D.A. Davidson. If you choose to borrow funds from D.A. Davidson, the Client Account Agreement you signed with D.A. Davidson allows you to have a margin account. The securities purchased are D.A. Davidson’s collateral for the loan to you. If the securities in your account decline in value, so does the value of the collateral supporting your loan, and, as a result, D.A. Davidson can take action, such as issue a margin call (which would advise you of your need to add additional funds or securities to provide an adequate amount of collateral to support your loan) and/or sell securities or other assets in any of your accounts held with D.A. Davidson or within a bank insured deposit account you may sweep funds to or from your D.A. Davidson account, to reduce the amount of your loan, in order to maintain the required amount of collateral in the account. If you fail to meet a margin call, you could lose the funds you originally deposited as well as all or a portion of the funds you borrowed from D.A. Davidson. It is important that you fully understand the risks involved in trading securities on margin.

These risks include the following:

- **You may 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 additional funds to D.A. Davidson to avoid the forced sale of those securities or other securities or assets in your account(s).

- **D.A. Davidson can force the sale of securities or other assets in your account(s).** If the equity in your account falls below the regulatory margin maintenance requirements or D.A. Davidson’s higher “house” requirements, D.A. Davidson may sell securities or assets in certain other of your non-IRA accounts held by D.A. Davidson to cover the margin deficiency. You will be responsible for any shortfall in the account after such a sale.

- **D.A. Davidson can sell your securities or other assets without contacting you.** Some investors mistakenly believe that their 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. D.A. Davidson will attempt to notify their customers of margin calls, but they are not required to do so. However, even if D.A. Davidson has contacted a customer and provided a specific date by which the customer can meet a margin call, D.A. Davidson can still take necessary steps to protect its financial interests, including immediately selling the securities or withdrawing funds from your bank insured deposit account without notice to the customer.

- **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, D.A. Davidson has the right to decide which security to sell in order to protect its interests.

- **D.A. Davidson can increase its “house” maintenance margin requirements at any time and is not required to provide you advance notice.** These changes in policy often take effect immediately and can result in the issuance of a maintenance margin call. Your failure to satisfy the call may cause D.A. Davidson 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 customers under certain conditions, a customer does not have a right to the extension.

D.A. Davidson & Co. Disclosures Pursuant to:
FINRA Rule 2264