

Extended Hours Trading Disclosure



You should consider the following points before engaging in Extended Hours Trading. “Extended Hours Trading” for purposes of this disclosure means trading that is not Regular Hours Trading. “Regular Hours Trading” means trading from 9:30 a.m. to 4 p.m. Eastern Time (“ET”).

- **Risk of Lower Liquidity**

Liquidity refers to the relative ability of market participants to efficiently buy and sell a security at a price that reflects its intrinsic value. Generally, the more orders that are available in a market, the greater the liquidity. Liquidity is important because with greater liquidity it is easier for investors to buy or sell securities, and as a result, investors are more likely to pay or receive a competitive price for securities purchased or sold. There may be lower liquidity in Extended Hours Trading as compared to Regular Hours Trading. As a result, your order in Extended Hours Trading may only be partially executed, not executed at all, or may receive inferior pricing.

- **Risk of Higher Volatility**

Volatility refers to the changes in price that securities undergo when trading. Generally, the higher the volatility of a security, the greater its price swings. There may be greater volatility in Extended Hours Trading than in Regular Hours Trading. As a result, your order may only be partially executed, not executed at all, or you may receive an inferior price when engaging in Extended Hours Trading than you would during Regular Hours Trading.

- **Risk of Changing Prices**

The prices of securities traded in Extended Hours Trading may not reflect the prices in Regular Hours Trading. As a result, you may receive an inferior price in Extended Hours Trading.

- **Risk of Unlinked Markets**

Depending on the Extended Hours Trading system or the time of day, the prices displayed on a particular Extended Hours Trading system may not reflect the prices in other concurrently operating Extended Hours Trading systems dealing in the same securities. Accordingly, you may receive a price in one Extended Hours Trading system that is inferior to the price you would receive in another Extended Hours Trading system.

- **Risk of News Announcements**

Normally, issuers make news announcements that may affect the price of their securities after Regular Hours Trading. Similarly, important financial information is frequently announced outside of Regular Hours Trading. In Extended Hours Trading, these announcements may occur during trading, and if combined with lower liquidity and higher volatility, may cause an exaggerated and unsustainable effect on the price of a security.

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- **Risk of Wider Spreads**

The spread refers to the difference between the price at which a security can be purchased and the price at which it can be sold. Lower liquidity and higher volatility in Extended Hours Trading may result in wider than normal spreads for a particular security.

- **Additional Risks of 24 Hour Market Trading**

If 24 Hour Market trading is available to you and you enter a limit order that is eligible for execution during the 24 Hour Market, Robinhood Securities, LLC ("RHS") will route the order to a market center (a "24H Market Maker"), which may execute the order on a principal basis or route the order for execution to another market center. Between 8 p.m. and 4 a.m. ET ("Overnight Hours"), RHS uses a single 24H Market Maker, which may execute orders it receives on a principal basis or route them for execution to a single alternative trading system (the "24H ATS"). The 24H ATS is not required to display prices publicly and may have very limited liquidity and/or high volatility. Orders placed for the 24 Hour Market may not be price protected and so may be executed by a market center at prices that are worse than prices available at other execution venues. If an order placed for the 24 Hour Market is unexecuted as of the beginning of, or shortly before, the next Overnight Hours session, the order will be canceled and, subject to the order's time-in-force instructions, re-routed to a single 24H Market Maker, which may execute the order on a principal basis or route the order for execution to the 24H ATS. If an order placed for the 24 Hour Market is unexecuted as of the end of, or shortly before the end of, the Overnight Hours session, the order will be canceled and, subject to the order's time-in-force instructions, re-routed to a 24H Market Maker, which may execute the order on a principal basis or route the order for execution to another market center. If an order is canceled and re-routed as described in either of the two scenarios above, the order will not be eligible for execution during the period of time between the cancellation of the order and its re-routing. 24 Hour Market trading may be suspended at any time without notice.

- **Limit Orders**

- "Good-for-Day" ("GFD") Limit Orders placed with an instruction to execute only during the Regular Hours Trading session and Limit Orders with a preset limit price (including Limit Orders converted from Market Orders that were subject to price collaring) that are entered during the Regular Hours Trading session, if not executed or canceled, will expire at the next close of the Regular Hours Trading session. GFD Limit Orders placed with an instruction to execute during the Regular Hours Trading, pre-market (7 a.m. to 9:30 a.m. ET), or after-hours (4 p.m. to 8 p.m. ET) sessions and Limit Orders with a preset limit price (including Limit Orders converted from Market Orders that were subject to price collaring) that are entered during the pre-market or after-hours sessions (except for certain fractional orders discussed below), if not executed or canceled, will expire at the next close of the after-hours session. Limit Orders with a preset limit price (including Limit Orders converted from Market Orders that were subject to price collaring) placed outside of the Regular Hours Trading, pre-market, and after-hours sessions will be queued for the opening of the next Regular Hours Trading session.

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- If 24 Hour Market trading is available to you, a Limit Order placed for the 24 Hour Market could be executed between 12 a.m. and 8 p.m. ET on a full trading day (i.e., Monday - Friday except for holidays and half-days observed by national securities exchanges), between 12 a.m. and 5 p.m. ET on a half-day (i.e., a half-day observed by national securities exchanges), and between 8 p.m. and 12 a.m. ET on the day before either a full trading day or a half-day. A GFD Limit Order placed for the 24 Hour Market (i) before 8 p.m. ET on a full trading day, if not executed or canceled, will expire at 8 p.m. ET that day, (ii) after 8 p.m. ET on the day before a full trading day, if not executed or canceled, will expire at 8 p.m. ET on the next full trading day, (iii) before 5 p.m. ET on a half-trading day, if not executed or canceled, will expire at 5 p.m. ET that day, and (iv) after 8 p.m. ET on the day before a half-trading day, if not executed or canceled, will expire at 5 p.m. ET on the next full trading day or half-day if it is a half-day or 8 p.m. ET on the next full trading day or half-day if it is a full trading day.
- “Good-’til-Canceled” (“GTC”) Limit Orders placed with an instruction to execute only during Regular Hours Trading will stand through only Regular Hours Trading sessions until executed or canceled. GTC Limit Orders placed with an instruction to execute during either Regular Hours Trading or certain Extended Hours Trading sessions will stand through Regular Hours Trading and those Extended Hours Trading sessions until executed or canceled. GTC Limit Orders expire after ninety (90) days.

- **Market Orders**

- If your equity orders are not subject to price collaring, Market Orders placed during the pre-market or after-hours sessions will be queued for the opening of the next Regular Hours Trading session. If your equity orders are subject to price collaring, Market Orders in a security (except for certain fractional orders discussed below) placed during the pre-market or after-hours sessions are converted to limit orders with a limit price set at 5% away from the last reported trade price for the security on a Nasdaq exchange (i.e., The Nasdaq Stock Market, NASDAQ OMX BX, or NASDAQ OMX PHLX) at the time the order was entered (i.e., 5% higher than the last reported trade price on a Nasdaq exchange for buy orders and 5% lower than the last reported trade price on a Nasdaq exchange for sell orders); if not executed or canceled, they expire at the close of the after-hours session that day.
- Market Orders placed during the Regular Hours Trading session, if not executed or canceled, will expire at the close of the Regular Hours Trading session that day, irrespective of whether they are converted to limit orders.
- Market Orders placed outside of the Regular Hours Trading, pre-market, and after-hours sessions will be queued for the opening of the next Regular Hours Trading session.

- **Fractional Orders**

Certain securities are not eligible for fractional trading during the pre-market or after-hours sessions; during these sessions, orders in such securities may be placed for whole shares or queued for the opening of the next Regular Hours Trading session. Fractional orders are not eligible for 24 Hour Market trading.