



*This Risk Disclosures Summary provides a non-exhaustive overview of risks that you may be exposed to and should be read along with the Robinhood U.K. Ltd (“**Robinhood UK**”, “**we**”, “**our**”, “**us**”) customer agreement, as part of the terms of the contract between us, you and Robinhood Securities, LLC (“**RHS**”). You should read it carefully and ensure you understand it fully. Please reach out to us if there is anything you do not understand. Robinhood UK is authorised and regulated by the Financial Conduct Authority (FRN: 823590).*

With investing comes potential risk of loss. Please be aware of the following information when considering an investment

- Neither Robinhood UK nor its affiliates provide investment **advice**. You are solely responsible for any and all orders placed in your account and understand that all orders are based on your own investment decisions. Robinhood UK does not recommend any security, transaction, or order, solicit orders, act as a market maker in any security, or make discretionary trades. If you are unsure whether our products and services are for you, please seek independent advice.
- We do not produce or provide **research**. To the extent research materials or similar information is available through Robinhood.com or the websites of any of its affiliates, these materials are intended for informational and educational purposes only and they do not constitute a recommendation to enter into any securities transactions or to engage in any investment strategies.
- We only make trades based on your instructions, which means they are on an ‘**execution-only**’ basis. You should make yourself aware of any restrictions on holding or trading what you invest in to ensure your eligibility, whether those restrictions are imposed by law or otherwise.
- All securities trading is speculative in nature and involves **substantial risk of loss**. The value of investments can rise and fall over time and you may not recover your initial investment. Some investments in stock cannot easily be sold or converted to cash. Check to see if there is any penalty or charge if you must sell an investment quickly. Under certain conditions, it may be difficult or impossible to liquidate your position.
- Securities may only be purchased in U.S. dollars (“**USD**”). When you deposit British Pound Sterling (“**GBP**”) into your account, the GBP will be converted to USD at the rate of exchange prevailing at the time of the deposit. Fluctuations in the USD/GBP exchange rate may affect the amount of GBP you ultimately realise.
- **Past performance** is not necessarily indicative of future results and there is no guarantee that systems, indicators, or trading signals will result in profits or that they will not result in losses.

Trading and investing in securities is always risky and you should only trade or invest with money that you can afford to lose.

- **Margin investing** is an optional product and involves increased risks, including the potential to lose more than deposited or the need to deposit additional collateral in a falling market. It is therefore not appropriate for every customer. Debit balances in all the accounts of the Customer shall be charged with interest in accordance with its established custom, as disclosed to the Customer in the Fee schedule. Before using margin, customers must determine whether this type of trading strategy is right for them given their specific investment objectives, experience, risk tolerance, and financial situation.

Please be aware that the annual debit interest rate for margin loans may be considerably higher than the annual average stock market gains. Please consider the margin investing costs when making investment decisions based on margin loans.

Please see the [Margin Disclosure Statement](#) in our [Disclosure Library](#) for more information.

- **Stock Lending** is an optional product where Robinhood Securities, LLC is borrowing your stocks and will find borrowers in the market and you will not be exposed to the other market parties. Your stocks are not protected by SIPC insurance, but protection is available through cash collateral when securities are out on loan. In the unlikely event that Robinhood goes bankrupt, and your stocks are not returned, you will receive a cash equivalent to the market value of your stocks from a third party Trustee. If your stocks increase in value from the day that Robinhood defaults, you may not receive this full increased value, and instead you will receive the lower collateral value of the stocks calculated on the day before the default.

While stocks are out on loan you won't have shareholder voting rights as the legal title is transferred to the borrower.

- Options are an optional product – they are complex, involve significant risk and are not suitable for all investors. You could lose more than your initial invested capital. You should only invest in financial products that match your knowledge and experience. Please review the [Characteristics and Risks of Standardized Options](#) prior to engaging in options trading. Hedging and protective strategies generally involve additional costs and do not assure a profit or guarantee against loss. With long options, investors may lose 100% of the funds invested. Spread trading (level 3) must be done in a margin account.

Examples contained in Robinhood's [Help Centre](#) are for illustrative purposes only.

- **Pattern Day Trading** – FINRA rules define a day trade as the purchase and sale, or the sale and purchase, of the *same* security on the *same* trading day in a margin account. You'll be considered a "Pattern Day Trader" if you execute 4 or more day trades within 5 trading days, provided that the number of day trades represents more than 6% of your total trades within your margin account for that same 5 trading day period. It is important that you fully understand

what day trading is and the risks involved in day trading securities. Please see the [Day Trading Risk Disclosure Statement](#) in our Disclosure Library for more information.

- Tax rules may change over time and how they affect you depends on your individual circumstances. Please seek **tax advice** if you have any questions.
- Cancellation rights are not generally available when buying shares. After placing an order, you might have the option to **cancel** it before it's executed.
- **Stop orders** may reduce, but not eliminate, your trading risk. A stop market order is an order, placed with your broker, to buy or sell a particular stock at the market price if and when the price reaches a specified level. Stop orders are often used by traders in an effort to limit the amount they might lose. If and when the market reaches whatever price you specify, a stop order becomes an order to execute the desired trade at the best price immediately obtainable. There can be no guarantee, however, that it will be possible under all market conditions to execute the order at the price specified. In an active, volatile market, the market price may be declining (or rising) so rapidly that there is no opportunity to liquidate your position at the stop price you have designated. Under these circumstances, the broker's only obligation is to execute your order at the best price that is available. Therefore, stop orders may reduce, but not eliminate, your trading risk.
- Investments in **stock** issued by a company with little or no operating history or published information involves greater risk than investing in a public company with an operating history and extensive public information.
- Some American Depositary Receipts (**ADRs**) – US listed securities representing global stocks – that are available to you, are listed on the 'over-the-counter' (OTC) Market. Please be aware that trading on the OTC Market presents particular trading risks, in part because securities traded there are relatively less liquid and more volatile than actively traded securities listed on a major exchange. You understand that such securities may be subject to different trading rules and systems than other securities and that you may encounter significant delays in executions, reports of executions, and quotation updates. To find out more about an ADR, please refer to its Stock Detail Page on the Robinhood platform.
- Stock you own may be subject to tender offers, mergers, reorganisations, or third-party actions that can affect the value of your ownership interest. Pay careful attention to **public announcements and information** sent to you about such transactions. They involve complex investment decisions. Be sure you fully understand the terms of any offer to exchange or sell your shares before you act. In some cases, such as partial or two-tier tender offers, failure to act can have detrimental effects on your investment.

- You should consider the risks and limitations before engaging in **Extended Hours Trading or 24/5 Hour Market trading**, meaning that this is not Regular Hours Trading (from 9:30 to 16:00 U.S. Eastern Time). Risk factors to consider before engaging in trading during extended or overnight hours, include lower liquidity, higher volatility, changing prices, unlinked markets, news announcements, and wider spreads. Please refer to the [Extended Hours Trading Risk Disclosure](#) for further details.
- The term “**penny stock**” generally refers to low-priced (below \$5), speculative securities of very small companies. Investing in low-priced securities is speculative and involves considerable risk, including a higher degree of risk of losing money than other securities. Low-priced securities often exhibit high price volatility and erratic market movements and there may be a big difference between the buying price and the selling price of the securities. Please refer to the [Low Priced Securities Disclosure](#) for further details.
- Robinhood offers **fractional shares trading**, so you can trade most stocks in pieces of shares, in addition to trading in whole share increments. For a complete explanation of conditions, restrictions and limitations associated with fractional shares, see the section in the [Customer Agreement](#) related to fractional shares.

Robinhood U.K. Ltd (Robinhood UK) is a company registered in England and Wales (09908051) and is authorised and regulated by the Financial Conduct Authority (FRN: 823590). Robinhood UK onboards UK customers and has the lead customer relationship with UK customers in relation to their use of the Robinhood UK app and website. Robinhood UK introduces UK customers to Robinhood Securities, LLC for order routing, execution, clearing, settlement, arranging custody services, stock lending and margin investing to eligible UK customers with margin accounts.

In relation to margin investing, Robinhood U.K. Ltd. is acting as credit broker and not a lender. Margin is provided by Robinhood Securities, LLC. Robinhood U.K. Ltd. can only introduce you for margin to Robinhood Securities, LLC. Stock lending, margin investing and options investing are optional and subject to Robinhood’s eligibility criteria and terms and conditions apply.

Robinhood Securities, LLC is regulated in the U.S. by the SEC and FINRA. Robinhood UK and Robinhood Securities, LLC are subsidiaries of Robinhood Markets, Inc.