



Fractional Shares Disclosure

For TD Direct Investing and TD Easy Trade™ (a service of TD Direct Investing)

TD Direct Investing and TD Easy Trade™ (TD DI) offer clients the ability to buy and sell fractional quantities, also referred to as partial shares, of stocks and Exchange-Traded Funds (ETFs) listed on major U.S. and Canadian Exchanges in real-time.

TD DI reserves the right to make changes to the selection of shares and ETFs that we make available for fractional trading at our discretion and without notice. If a stock or ETF is no longer available for fractional trading, you will be permitted to sell your fractional holdings, but you will no longer be able to purchase fractional shares of that security.

Trading in dollars and shares

You may place orders to buy fractional shares either as a fractional share quantity or a dollar value. Orders to sell may only be entered using a fractional share quantity.

When you place an order to buy fractional shares by entering a fractional share quantity, you may enter the fractional quantity out to five decimal places (e.g., 0.00001). Dollar value buy orders for fractional shares may be entered out to two decimal places (e.g., \$250.00), and will be converted into shares out to five decimal places. When dollar value orders are converted into fractional shares, the fractional share quantity purchased will be rounded down to the fifth decimal place. For a variety of reasons, including this conversion convention, the actual amount of an executed dollar value trade may be different from the requested dollar value.

- When trading in fractional shares, you can place market orders only.
- Fractional share quantity and dollar value orders are eligible for real-time execution during market hours, on trading days.
- Dollar value orders may only be placed while the market is open. Fractional share orders can be placed anytime but will only be executed during market hours.

For securities interlisted in both Canada and the U.S., trades will be executed in the market that you specify at the time of order entry, as is done for whole shares.

All fractional share trades will be executed by our affiliate TD Securities (TDS) in accordance with [TD's Best Execution and Fair Pricing Policy](#) available on the TD DI website. TDS will endeavour, on a best-efforts basis, to execute fractional trades at the National Best Bid/Offer at the time of execution.

Shareholder rights

Beneficial Ownership: You will always be the beneficial owner of any fractional shares in your account, and all fractional shares owned by you are segregated in TD DI's books and records in the same manner and to the same extent as the whole shares you own.

Voting Rights and Corporate Actions: You will not be able to exercise voting rights or make voluntary elections (e.g., tender offers or rights offerings) for the fractional share portion of a position held in your account. You will, however, participate normally in any mandatory corporate action (e.g., splits, reverse splits, etc.) based on your proportionate fractional holdings. If you are entitled to non-cash assets as a result of a corporate action, we reserve the right to convert the non-cash assets to cash and distribute based on your proportionate fractional holdings. Any fractional shares held by TDS as part of servicing the fractional trading offering will not be voted.

Dividends: You will only be entitled to participate in Dividend Reinvestment Plans (DRIPS) with respect to whole shares, but not the fractional share portion of a position. Dividends paid in respect of securities you hold will be automatically deposited into the account that holds such securities. Dividends for fractional positions will be distributed to you in proportion to your ownership interest. In the case of a share dividend, you will receive the proportion of the share quantity for any fractional share holdings in your account(s). TD DI will only support cash payments that are equal to or greater than \$0.01, and share distributions greater than 0.00001 shares. Amounts less than this will not be distributed.

Transferring fractional shares: While you will maintain complete day-to-day control of any fractional shares in your account, fractional shares are not transferable to another broker. If you wish to transfer the holdings in your account to another brokerage firm, the fractional share holdings will need to be liquidated and then transferred in cash, which may have tax consequences and may incur commission charges.