

FRACTIONAL SHARES DISCLOSURE

The fractional share offering available on the GUGU App allows you to purchase securities in dollar amounts rather than share quantities. Please be advised that trading in fractional shares has unique risks and limitations that you should understand prior to trading in fractionals.

Rounding

The fractional share offering available on the GUGU App allows fractional holdings up to nine decimal places. For all notional based orders, your transaction will never exceed the order amount. Rounding may also affect your ability to be credited for cash dividends, stock dividends and stock splits. For example, if you own 0.000000001 shares of stock that pays a one cent dividend per share, you will not receive credit for a fraction of a cent.

No Limit Orders

At this time, you will only be permitted to place market orders on the GUGU App for fractional shares.

Trade Capacity and Execution

Fractional share orders will comply in all aspects with respect to “best execution” on all orders executed through Alpaca Securities LLC (“Alpaca”) in line with its regulatory requirements.

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Any order greater than one share that includes a fractional share component will be executed in a mixed capacity. Alpaca will act in either a principal or riskless principal capacity with respect to the fractional share components of the transaction, or Alpaca will act in an agent capacity with respect to the full share component of the transaction. Your trade confirmation will disclose the agent and principal/riskless principal capacities of a mixed capacity trade. If you enter an order solely for a fractional share, Alpaca will execute your trade against its proprietary account at the then current National Best Bid and Offer (“NBBO”) price. Orders entered outside of regular trading hours will be queued for execution when the market is open.

Transfer of Fractional Shares

Fractional shares are not transferable. If you close your account or transfer your account to another firm, the fractional shares held in your account will need to be liquidated. Similarly, Fractional shares cannot be put into certificated form and mailed.

Voting Rights

There may not be voting rights for the fraction of a share owned.

Dividends

In some circumstances, dividends on fractional positions may not be processed on your account, if the value of the dividend is too small.

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¹Alpaca Securities, LLC is a registered broker dealer and a member of Financial Industry Regulatory Authority (“FINRA”) and The Securities Investor Protection Corporation (“SIPC”).