Architect Securities LLC

FINRA Rule 2264: Margin Disclosure Statement

Architect Securities LLC ("Architect") is furnishing this document to you to provide some basic facts about purchasing securities on margin and alert you to the risks involved with trading securities in a margin account. Before trading stocks in a margin account, you should carefully review the Margin Supplement Agreement provided by RQD* Clearing LLC, our clearing firm. Further, we encourage you to reach out to us, either through our chat or email support, with any questions or concerns you may have regarding margin accounts, and in particular, your margin account(s).

When you purchase securities, you may pay for the securities in full, or you may borrow part of the purchase price from RQD*. If you choose to borrow funds from RQD*, you will open a margin account with RQD* through Architect. The securities purchased are RQD*'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. As a result, RQD* can act by issuing a margin call, selling securities in the account, or selling other assets held in the account. RQD* may implement a combination of any of the stated actions in order to maintain the required equity in the account.

It is important that you fully understand the risks involved in trading securities on margin. These risks include the following:

> **You can 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 RQD* to avoid the forced sale of those securities or other securities or assets in your account(s).
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> **RQD* can force the sale of securities or other assets in your account(s).** If the equity in your account falls below the minimum margin requirements or RQD*'s higher "house" requirements, RQD* can sell the securities or other assets in any of your accounts held at RQD* to cover the margin deficiency. You will also be responsible for any shortfall in the account after such a sale.
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> **RQD* can sell your securities or other assets without contacting you.** Some investors mistakenly believe that their clearing firm must contact them for a margin call to be valid, and that the clearing firm cannot liquidate securities or other assets in their accounts to meet the call unless the clearing firm has contacted them first. This is not the case. RQD* may attempt to notify you of a margin call(s) but is not required to do so. However, even if RQD* contacts you and provides you with a specific date by which you may meet a margin call(s), RQD* may still take necessary steps to protect its financial interests, including immediately selling the securities without notice to you.
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> **You are not entitled to choose which securities or other assets in your account(s) are liquidated or sold to meet a margin call.** RQD* has the right to decide which security

to sell in order to protect its interests, because the securities are collateral for the margin loan.

RQD* can increase its "house" maintenance margin requirements at any time and is not required to provide you advance written notice. These changes in RQD*'s policy often take effect immediately and may result in the issuance of a maintenance margin call. Your failure to satisfy the call may cause RQD* 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 you under certain conditions, you do not have a right to an extension.