

## Margin Requirements (effective April 2017), York Securities

Please contact us regarding an anticipated margin account debit balance of \$2 million or more or in connection with requirements for unusual transactions or situations. You may also contact customer service for a list of securities with higher requirements or regarding loans against control or restricted securities.

### Equities

If you elect to purchase equities on margin, please refer to the table below for the initial and maintenance requirements associated with each type of equity. The minimum equity requirement is \$2,000 for margin accounts.

Type of Security	Initial Requirement	Maintenance Requirement
Stocks Listed on a National Securities Exchange	50% of the net amount	The greater of 30% of the market value or \$3 per share. Concentrated positions may have higher maintenance requirements
Exchange-Traded Funds (ETFs) Leveraged Two Times	50% of the net amount	The greater of 60% of the market value or \$3 per share
Other Equities, Warrants, and ETFs Leveraged Greater Than Two Times or More	100% of the net amount	100% of the market value
Stocks (Listed or Unlisted) Sold Short	Greater of 50% of the net proceeds or \$5 per share	The greater of 35% of the short market or \$5 per share
Exchange-Traded Funds (ETFs) Leveraged Sold Short	100% of the net proceeds	100% of the market value

**NOTES:** Initial margin is not extended to stocks trading below \$5 per share. **Concentrated Accounts:** If the number of shares you hold in a particular stock exceeds 20% of the past 8 week's average daily volume, there may be a higher maintenance requirement for that position. Contact customer service for details. **Day Trading of Leveraged ETFs:** If you choose to buy & sell a leveraged ETF intra-day, please note, with 2x leveraged ETFs, only half of your Day-Trading Buying Power Figure may be used. With 3x leveraged ETFs, only ¼ of your Day-Trading Buying Power Figure may be used.

### Mutual Funds and Unit Investment Trusts (UITs)

Mutual fund and UIT purchases must be made in the cash account and paid in full. They become eligible for margin 30 days after settlement date or payment date, whichever comes later.

Type of Security	Initial Requirement	Maintenance Requirement
Mutual Funds and UITs	50% of the market value, provided the holding period described above is met	The greater of 30% of the market value or \$3 per share

**NOTE:** Initial margin is not extended to mutual funds and UITs trading below \$5 per share.

### When-Issued Securities

If you elect to purchase when-issued securities in a cash account, please refer to the table below for initial & maintenance requirements.

Type of Security	Initial Requirement	Maintenance Requirement
When-Issued Securities	The greater of 25% of the net amount or \$2,000, but not to exceed 100% of the net amount	The greater of 25% of the net amount or \$2,000, but not to exceed 100% of the market value

**NOTE:** When-Issued securities purchased in a margin account have the same initial and maintenance requirements as issued securities.

### Fixed Income Securities

If you elect to purchase fixed income securities on margin, please refer to the table below for the initial and maintenance requirements.

Type of Security	Initial Requirement	Maintenance Requirement
Convertible Corporate Bonds Listed on a National Securities Exchange	50% of the net amount	30% of the market value
Convertible Corporate Bonds Sold Short	50% of the net amount	35% of the market value
Interest-Paying Non-Convertible Corporate Bonds (rated no lower than BAA3 by Moody's or BBB- by Standard & Poor's <sup>®</sup> [S&P <sup>®</sup> ])	30% of the net amount	25% of the market value (Concentrated positions may have higher maintenance requirements)
Non-Convertible Corporate Bonds Sold Short	35% of the net amount	35% of the market value
Zero-Coupon Bonds (rated no lower than BAA3 by Moody's or BBB- by S&P)	The greater of 30% of the net amount or 10% of the face amount	The greater of 25% of the market value or 10% of the face amount
Interest-Paying Municipal Bonds (rated no lower than BAA3 by Moody's or BBB- by S&P)	30% of the net amount	25% of the market value (Concentrated positions may have higher requirements)
Municipal Zero-Coupon Bonds (rated no lower than BAA3 by Moody's or BBB- by S&P)	The greater of 30% of the net amount or 10% of the face amount	The greater of 25% of the market value or 10% of the face amount

## Fixed Income Securities (continued)

Municipal Zero-Coupon Bonds (rated no lower than BAA3 by Moody's or BBB- by S&P)	The greater of 30% of the net amount or 10% of the face amount	The greater of 25% of the market value or 10% of the face amount
Auction Rate Securities Backed by Fixed Income Products	100% of the net amount	100% of the net amount
U.S. Government Direct Obligations (Bills, Notes, Bonds)	10% of the net amount	8% of the market value if 20 years to maturity 7% of the market value if 10 years to maturity 6% of the market value if five years to maturity 5% of the market value if three years to maturity 4% of the market value if one year to maturity 3% of the market value if less than one year to maturity
U.S. Government Agency and Pass-Through Bonds (such as Government National Mortgage Association [GNMA] and Federal National Mortgage Association [FNMA])	15% of the net amount	10% of the market value
U.S. Government Agency Bonds Sold Short	15% of the net amount	10% of the market value
U.S. Government Zero-Coupon Bonds	10% of the face amount	The greater of 7% of the market value or 7% of the face amount
U.S. Government Bonds Sold Short	10% of the net amount	8% of the market value if 20 years to maturity 7% of the market value if 10 years to maturity 6% of the market value if five years to maturity 5% of the market value if three years to maturity 4% of the market value if one year to maturity 3% of the market value if less than one year to maturity
Other Bonds	100% of the net amount	100% of the market value

**NOTE:** Interest-paying bonds trading below \$40 per bond and zero-coupon bonds trading below \$10 per bond are not marginable and have 100% initial and maintenance requirements. **Concentrated Accounts:** If a corporate or municipal bond constitutes between 25%-50% of your portfolio, the margin requirement increases to 40% for that particular bond. If the corp or muni bond constitutes over 50% of your portfolio, the requirement increases to 50% for that particular bond.

## Options and Option Strategies

No account is permitted to execute a straddle, spread or uncovered ("naked") option transaction without the required margin in the account, including minimum equity of \$15,000 (\$25,000 for uncovered calls). Please refer to table below for initial & maintenance requirements for option transactions.

Option Transactions	Initial and Maintenance Requirements
Long Purchases	Payment must be made in full. During the current expiration cycle, sufficient equity must be in the account before the trade is executed. The cycle begins on the Monday following the prior month's expiration date.
Debit Spreads	The net premium difference must be paid in full, and a minimum equity of \$15,000 is required (\$25,000 for uncovered calls).
Credit Spreads	The requirement is the greater of 100% of the strike price differential or \$15,000 minimum equity (\$25,000 for uncovered calls).
Complex Spreads	<p>A complex spread must adhere to the following criteria:</p> <ol style="list-style-type: none"> <li>(1) All option contracts must have the same underlying security or index.</li> <li>(2) All option contracts must be either all American-style or all European-style.</li> <li>(3) All option contracts must be listed.</li> <li>(4) The aggregate underlying contract value of "long" versus "short" contracts within option type(s) must be equal.</li> <li>(5) For complex spreads with American-style options, the "short" options must expire on or before the expiration date of the "long" options.</li> <li>(6) For complex spreads with European-style options, all options must have the same expiration date.</li> </ol> <p>The requirement is the maximum potential loss determined by computing the intrinsic value of the options at price points for the underlying security or index that are set to correspond to every exercise price present in the spread. The intrinsic values are netted at each price point, and the maximum potential loss is the greatest loss, if any.</p> <p>A minimum equity of \$15,000 is required (\$25,000 for uncovered calls)</p>

### Options and Option Strategies, continued...

<p>Uncovered Options Listed Equity/Narrow and Broad-Based Index Options</p>	<p>The initial and maintenance requirements are the greater of the following three:</p> <ol style="list-style-type: none"> <li>1. The premium plus 30% of the market value of the underlying equity, adjusted for the out-of-money amount,</li> <li>2. But not less than:             <ol style="list-style-type: none"> <li>a. For Calls: 15% of the market value of the underlying equity plus the premium</li> <li>b. For Puts: 15% of the assignment value plus the premium</li> </ol> </li> </ol> <p>OR</p> <ol style="list-style-type: none"> <li>3. The house minimum requirement per contract:             <ol style="list-style-type: none"> <li>a. For Calls: If the underlying security is currently less than \$50 per share, the minimum is \$1000 per contract. If the underlying security is currently more than \$50 per share, the minimum is \$2000 per contract.</li> <li>b. For Puts: If the strike price is less than \$50 per share, the minimum is \$1000 per contract. If the strike price is more than \$50 per share, the minimum is \$2000 per contract. This requirement should not exceed 100% of the put assignment value.</li> </ol> </li> </ol>
<p>Listed Equity/Narrow &amp; Broad-Based Leveraged ETF Options (2x, 2.5X and 3X Leverage)</p>	<p>The initial and maintenance requirements are the greatest of the following three:</p> <ol style="list-style-type: none"> <li>4. The premium plus 60% of the market value of the underlying security, adjusted for the out-of-money amount,</li> <li>5. But not less than:             <ol style="list-style-type: none"> <li>a. <b>For Calls:</b> 30% of the market value of the underlying security plus the premium</li> <li>b. <b>For Puts:</b> 30% of the assignment value plus the premium</li> </ol> </li> </ol> <p>OR</p> <ol style="list-style-type: none"> <li>6. The Pershing minimum requirement per contract for Broad Based Leveraged ETF Options:             <ol style="list-style-type: none"> <li>c. <b>For Calls:</b> If the underlying security is currently less than \$50 per share, the minimum is \$1,000 per contract. If the underlying security is currently more than \$50 per share, the minimum is \$2,000 per contract.</li> <li>d. <b>For Puts:</b> If the strike price is less than \$50 per share, the minimum is \$1,000 per contract. If the strike price is more than \$50 per share, the minimum is \$2,000 per contract. This requirement should not exceed 100% of the put assignment value.</li> </ol> </li> </ol> <p>Narrow Based Leveraged ETF Option contract minimum is \$250 per contract.</p>
<p>Straddles</p>	<p>The requirement is the greater of the requirement on the put or call, plus the premium on the other side.</p>
<p>Collars</p>	<ol style="list-style-type: none"> <li>1. The initial requirement on the underlying security is 50% of the purchase amount, plus or minus the net option premiums.</li> <li>2. The maintenance requirement for the underlying security is the lesser of 10 percent of the aggregate exercise price of the put plus the put "out-of-the-money" amount, or 25 percent of the call aggregate exercise price.</li> </ol>
<p>Covered Leaps (with an expiration period greater than 9 months)</p>	<p>100% of the difference between the intrinsic value and the long-term equity anticipation (LEAP) security market value.</p>
<p>All Other Options</p>	<p>Contact Us.</p>

### NOTES:

- Special requirements may apply to accounts that are classified as belonging to pattern day traders. For further information, please contact us.
- Concentrated or volatile securities may be subject to higher margin requirements.
- Requirements set forth in this document are subject to change at any time.