

Sweep Program

We offer a “Sweep Program,” which is the option to automatically transfer free credit balances (uninvested cash) in your account to either a bank account whose deposits are insured by the Federal Deposit Insurance Corporation (FDIC) or a money market mutual fund. Under the terms of the Sweep Program, we reserve the right to change both the products available and the general terms and conditions of such products. We may make any of the following changes to the Sweep Program after providing you with at least 30 calendar days notice:

1. Changes to the terms and conditions of the Sweep Program;
2. Changes to the terms and conditions of a product currently available through the Sweep Program;
3. Changing, adding or deleting products available through the Sweep Program; or
4. Changing your investment through the Sweep Program from one product to another.

The notice will describe the new terms and conditions of the Sweep Program or product, and the options available to you if you do not accept the new terms and conditions or product.

Free credit balances are payable to customers on demand. All free credit balances, including cash deposited, cash dividends or interest, monies received prior to any purchase settlement date, and net proceeds from liquidations, are automatically transferred to a consolidated “sweep account” pursuant to the terms of the Sweep Program. Also, sufficient monies to cover securities purchases in customer accounts are automatically “swept” out of the appropriate sweep account on settlement date.

You may choose at any time between an independently managed money market fund sweep account (“Money Market Cash Balance”) or an FDIC insured bank deposit sweep account with Capital One, N.A. (“FDIC Insured Cash Balance”). If you do not make an election, free credit balances will be swept to the FDIC insured bank sweep account.

Rates can and will change without notice to you. It is your sole responsibility to monitor at all times which sweep option is best for you based on yield, applicable FDIC insurance coverage and other considerations, and to make timely and appropriate elections.

Review and, if appropriate, change your current sweep account election by choosing the Account Balances option under the Accounts tab > Portfolio section. Changes to your sweep account election made before Noon Pacific Time on a regular business day are generally effective that day for purposes of starting or stopping FDIC coverage; changes at other times are generally effective the next business day for purposes of FDIC coverage.

Your balance in the FDIC insured bank account or shares in the money market mutual fund may be liquidated by making a withdrawal request. As part of the withdrawal request, you’ll specify how you want to receive the funds.

The sweep accounts are held in the name of Capital One Investing. Those accounts hold monies in aggregate for the exclusive benefit of its customers.

In order to protect ourselves and our customers from fraudulent activity, we reserve the right to temporarily hold credit balances and to delay requested disbursements, regardless of whether the credit resulted from a cash deposit or a selling transaction. Disbursements may also be re-directed to a bank account previously used by the customer if we suspect fraud or money-laundering in connection with a more recently linked bank account. At our discretion, any disbursement holding period will generally be the customary time required to verify clearance of the originating deposit, depending upon the nature of the funds' transmittal (e.g. check, electronic transfer, wire, etc.). As circumstances dictate, we may also extend such hold in order to confirm the identity of the requester or to take other steps we deem reasonable to prevent fraudulent activity.

Money Market Cash Balance

The Money Market Cash Balance option for uninvested cash is invested in the Dreyfus Government Cash Management fund. The current 7-day yield on the Money Market Cash Balance can be found by entering the symbol DGCXX in the "Search or Get Quote" box found on the Capital One Investing website. The current 7-day yield is also displayed on your Account Balances page.

The money market fund is managed by a registered investment adviser. We reserve the right to change the money market fund(s) it uses for this purpose or, in its discretion, to terminate this service. A complete prospectus for the money market fund can be found by entering "money market prospectus" in the site search box found in the upper right corner of the website. Please consider all investment objectives, risks and charges before investing.

Dividends paid by the money market fund are calculated daily and posted to individual accounts monthly.

If less than \$0.000005 of dividends is accrued in a given day, the amount will be rounded down to \$0 and, therefore, you will not accrue dividends for that day.

Proportionate customer balances in the sweep account selected by the customer are reported in individual account balances and statements.

Any amounts held in the Money Market Cash Balance are considered investments and, although the fund seeks to preserve its value, market fluctuations can occur and the fund may lose value. The Money Market Cash Balance is not insured by the FDIC, not bank guaranteed, and may lose value. The Money Market Cash Balance is, however, covered by SIPC insurance. To learn more about SIPC account protection, enter "account protection and SIPC" in the site search box found in the upper right corner of the website.

The FDIC Insured Cash Balance

The Federal Deposit Insurance Corporation (FDIC) is an independent agency of the United States government created to protect depositors in the event a bank fails and cannot refund depositors' money. The FDIC Insured Cash Balance option for uninvested cash is available to all account holders.

For customers that are opening a new brokerage account, the cash sweep election will be automatically set to the FDIC Insured Cash Balance. You may change your election at any time. The current interest rate for the FDIC Insured Cash Balance is displayed on your Capital One Investing Account Balances page.

The FDIC Insured Cash Balance is currently held at Capital One, N.A., member FDIC. Capital One Investing is a subsidiary of Capital One, N.A. Capital One, N.A. pays Capital One Investing administrative fees on a quarterly basis based on the total number of accounts eligible for the FDIC Insured Cash Balance sweep option.

Interest will be accrued on the daily cash balance and will be posted for review.

If less than \$0.000005 of interest is accrued in a given day, the amount will be rounded down to \$0 and, therefore, you will not accrue interest for that day.

Rates may vary and Capital One, N.A. has the right to make changes to those rates at any time. Interest Rates may be lower than rates for other deposit programs available through Capital One, N.A. Be sure to consider all cash management options. Interest accruals and postings will be available for view on the Account Balances page. Interest postings will also be shown on monthly and yearly statements.

As of November 1, 2012, FDIC Insured Cash Balances are eligible for FDIC insurance up to \$250,000 (including interest and principal) per individual depositor and up to \$500,000 per joint depositors, subject to the limitation that such amounts are aggregated against all other similarly held deposits at Capital One, N.A. for purposes of calculating FDIC insurance limits. It is the responsibility of the account holder to monitor their deposits at Capital One Investing and Capital One, N.A. to determine if they exceed the limits of available FIDC insurance. Additionally, FDIC coverage amounts may change at any time at the discretion of the FDIC and Capital One Investing makes no warranty against the possibility of such changes, the timing thereof, or the amount of advance notice thereof.

Below is a summary of FDIC coverage limitations as of November 1. 2012.

An individual with multiple accounts can be insured up to a total of \$500,000. So for example, if you have a single account as well as a joint account, you'll be insured up to \$250,000 for the single account and up to \$250,000 per depositor on the joint account.

If a bank for any reason is unable to reimburse depositors, the FDIC steps in and does it for the bank – up to \$250,000 per ownership type (single or joint).

Account Holder	Deposit Type	Account Balance
Jane	360 Savings	\$110,000
Jane	360 Checking	\$65,000
Jane	FDIC Insured Cash Balance - Capital One Investing Account	\$100,000
	Total Deposits	\$275,000
	Amount Insured	\$250,000
	Amount Uninsured	\$25,000

Joint accounts are deemed to be owned 50/50 and are FDIC-insured up to \$250,000 for each individual on the account, equaling \$500,000 in total.

Account Holder	Deposit Type	Account Balance
Jane & John	360 Savings	\$190,000
Jane	360 Checking	\$115,000
Jane	FDIC Insured Cash Balance - Capital One Investing Account	\$135,000
Total Deposits		\$440,000
Amount Insured		\$440,000

Although funds are held at Capital One, N.A., the only way to access those funds in your FDIC Insured Cash Balance is through your Capital One Investing Account. Any questions about your account or balances should be addressed to our customer service team.

We reserve the right to change or terminate the FDIC Insured Cash Balance option at any time.

For additional information regarding FDIC coverage amounts you may contact FDIC, Deposit Insurance Outreach, at (877) 275-3342 (or 1-800-925-4618 [TDD]), or by visiting the FDIC website at <http://www.fdic.gov/deposit/deposits/>.