tastytrade

Additional Risk Disclosure

In addition to the standard event contracts disclosures provided to you, you should be aware of the additional risks outlined below before you enable event contract trading. This additional risk disclosure applies to customers in one or more of the following categories:

- You have a limited income.
- You have limited or no prior futures trading experience.

Limited Income

- I understand that an event contract has only two possible outcomes — yes or no — and will either pay a fixed amount or expire worthless, resulting in a total loss of the amount paid for each contract.
- Total loss of the amount paid for each contract is a frequent and significant risk.
- Losses related to trading event contracts may result in financial hardship. Only trade with money you can afford to lose entirely without jeopardizing your standard of living.
- Liquidity varies by Event Contract. Illiquidity may affect your ability to enter and exit trades at desired prices or at all.

Limited to No Experience

- I understand that an event contract has only two possible outcomes — yes or no — and will either pay a fixed amount or expire worthless, resulting in a total loss of the amount paid.
- An event contract’s price reflects the market's perceived probability of an event’s outcome in the prediction markets. However, the accuracy of the market's perceived probability of the event occurring is not guaranteed.
- Total loss of the amount paid for each contract is a frequent and significant risk.
- Liquidity varies by Event Contract. Illiquidity may affect your ability to enter and exit trades at desired prices or at all.

I understand that trading event contracts is highly speculative and not suitable for all investors. I am solely responsible for all trading decisions I make. I acknowledge that event contracts are all-or-nothing, and that I may lose 100% of the funds invested for each contract.

By enabling event contract trading, you acknowledge that:

- You read and understood this risk disclosure.
- You fully understand how event contracts work.
- You fully understand that event contract trading is speculative and involves risk of total loss.