

ETFs for 401(k) plans

Offer expanded choices in your 401(k) retirement plan business

Deliver ETFs to your plan sponsors

TD Ameritrade Trust Company is pleased to offer you the freedom to include Exchange Traded Funds (ETFs) in your 401(k) investment menu along with your other corporate retirement plan investment alternatives.

As you may know, an ETF is an investment vehicle that combines key features of individual stocks and mutual funds. Designed to track a specific market index or sector, such as health care or natural resources, ETFs trade during the day like a stock, are subject to risks similar to those of their underlying securities, and are often employed for portfolio diversification.

ETFs may offer the benefit of lower expense ratios as compared to index mutual funds and deliver a high level of transparency by identifying underlying assets.

Get added value with ETFs available through TD Ameritrade Trust Company

A generally low-cost pricing structure, the Block Desk trading capabilities of our affiliate, TD Ameritrade Clearing, Inc., and flexibility of choice are just a few of the ways we deliver outstanding value for you and your plan sponsors.

Experience ETFs within 401(k) plans

A generally low-cost and effective pricing structure

- Neither TD Ameritrade Trust Company or its brokerage affiliate, TD Ameritrade Clearing, Inc., charges your plan a per-share or transaction fee for ETF transactions.
- TD Ameritrade Trust Company's ETF fees are based on a percentage of assets (not a transaction fee).

Overview

There are many reasons to consider ETFs offered through TD Ameritrade Trust Company for your corporate retirement plan business.

- Eliminate the expense of per-share fees and transaction fees* for ETFs in 401(k) plans on the TD Ameritrade Trust Company platform.
- Experience the trading capabilities of our brokerage affiliate, TD Ameritrade Clearing, Inc., on large trades, such as competitive risk quotes and anonymity.
- Access the universe of available ETFs from all industries and sectors.
- Enjoy simplified recordkeeping without the hassle of reconciliation.

Tip - Including ETFs in your 401(k) plan menu can give you added flexibility by making a broader range of U.S. and international markets accessible.

*Asset-based fees apply

The Block Desk Capabilities of TD Ameritrade Clearing, Inc.

- Trades in qualified plans at TD Ameritrade Trust Company that are less than 100 shares receive market-on-close price (which may differ from an investor's brokerage trading account).
- Trades of 100 shares or more are analyzed to determine the most appropriate order type (which may include a passive limit order, volume-weighted average price, or competitive risk quote).
- ETF orders are entered on an "agency only" basis with a single goal: to achieve best execution. TD Ameritrade Clearing, Inc. holds no inventory and charges no commission or mark up/down on any of the plan's trades.
- TD Ameritrade Clearing, Inc. monitors order executions daily, monthly, and quarterly, and seeks market centers that will provide quality executions for its clients on a consistently reliable basis.

Flexibility of choice

TD Ameritrade Trust Company's ability to give 401(k) plans access to ETFs gives you the freedom to diversify your sponsors' retirement plans more than ever before. You and your plan sponsor clients can have access to more than 1,000 ETFs.

Carefully consider the investment objectives, risks, charges, and expenses of any mutual fund or ETF before investing. A prospectus, obtained by calling 877-270-6892, contains this and other information about an investment company. Read carefully before investing.

Recordkeepers will appreciate these features:

- T+1 settlement for a consistent reconciliation process.
- Fractional share processing.
- The ability to use existing trade and confirmation file formats.
- No per-share or transaction fees for plans.
- No proprietary product requirements.
- The ease of offering ETFs alongside other plan investment options.

Learn more about our expansive 401(k) investment options today.

CALL 866-827-5894

VISIT tdaretirementplansolutions.com



Execution price, speed and liquidity are affected by many factors, including market volatility, size and type of order and available market centers.

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