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# Cash management at Altruist

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We understand the essential role that managing client cash plays in supporting your clients. That's why we provide flexible solutions for both short- and long-term cash needs, whether you're prioritizing income, principal protection, or insurance coverage.

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## Altruist Bank Sweep

Access to FDIC coverage for uninvested cash through partner banks.

The default sweep program that automatically transfers cash balances into interest-bearing, FDIC-insured deposit accounts at [FDIC Member Institutions](#). This program ensures that uninvested cash is securely held and earns interest while accessing FDIC insurance coverage through our partner banks. To participate, clients must opt in to the Altruist Bank Sweep program during account opening.

**Current APY:** 0.05%<sup>1</sup>

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## Altruist High-Yield Cash Account

Access to FDIC coverage for uninvested cash through partner banks.

A high-yielding cash management account where you can help your clients earn more interest while still benefiting from access to FDIC insurance through [partner banks](#). Available as a separate account for both individual and joint ownership with same-day liquidity. [Learn more here](#).

**Current APY:** 3.70%<sup>1</sup>

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## Money Market Funds

Highly liquid, short-term debt mutual funds.

Choose from nearly 200 money market mutual funds, including options in prime, treasury, government, municipal, and tax-sensitive categories—with 50+ funds available with no transaction fees (NTF).

[View Money Market Fund Screener](#)

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## CDs & Treasuries

Fixed interest rates and income.

With our digital fixed income trading, browse through real-time pricing and inventory with modern and advanced filtering. Quick and easy order execution is built right into Altruist.

[Log in and visit Fixed Income Trading](#)

<sup>1</sup>APY is variable and subject to change.



# Cash management matrix

|                           | Bank Sweep Program  | Altruist High-Yield Cash Account   | Money Market Funds  | CDs & Treasuries  | Free Credits*   |
|---------------------------|---|--|---|---|---|
| Costs & expenses          | Brokerage fees and other expenses apply.  | Brokerage fees and other expenses apply.   | \$0 - \$20 transaction fee.<br><br>Expense ratios for funds vary (0.08 - 1.27%).<br><br>Fees and Brokerage fees may also apply. | Treasuries trade free.<br>CDs: \$1 per bond<br><br>\$10 min / \$200 max<br><br>Brokerage fees may also apply. | Brokerage fees may also apply.  |
| Minimums                  | None  | None   | Varies by fund sponsor  | \$1,000   | None  |
| Access to FDIC protection | Access to FDIC insurance through our, subject to conditions.                                | Up to \$3M for an individual cash account, up to \$3M for a trust cash account, up to \$3M for a business cash account, and up to \$6M for a joint cash account through our <u>partner banks</u> . | No  | No  | No  |
| Yield (APY)               | 0.05% <sup>1</sup>  | 3.70% <sup>1</sup>   | Varies  | Varies  | 0.05% <sup>1</sup>  |
| Money movement            | Digital journal cash between accounts. Automated recurring deposits, withdrawals, journals. | Digital journal cash between accounts. Automated recurring deposits, withdrawals, journals.  | Position must settle to cash or manual position journals.   | Position must settle to cash or manual position journals.   | Digital journal cash between accounts. Automated recurring deposits, withdrawals, journals. |
| Liquidity                 | No settlement. Cash is available the same day to invest or ACH to a client bank account.    | No settlement. Cash is available the same day to journal into an investment account or ACH to a client bank account.   | T+1 settlement  | T+1 settlement  | No settlement. Cash is available the same day to invest or ACH to a client bank account.    |
| Account types             | All Altruist supported accounts.  | Individual, joint (JTWOS), trust, and business accounts.   | All Altruist supported accounts.  | All Altruist supported accounts.  | All Altruist supported accounts.  |

\*Cash held in accounts that have opted out of the Bank Sweep Program  
<sup>1</sup>APY is variable and subject to change.



# Disclosures

Not for retail distribution. This communication has been prepared exclusively for institutional, wholesale, professional clients and qualified investors only. This material is intended for educational purposes only. Nothing in this communication should be construed as an offer, recommendation, or solicitation to buy or sell any security.

Neither Altruist Financial LLC (“Altruist Financial”) nor any of its affiliates are banks. The Annual Percentage Yield (“APY”) for the Altruist Bank Sweep Program (“Bank Sweep Program”), High-Yield Cash Account, and Free Credit Balances are variable and may change at any time. The amount of interest clients will receive on their deposits will vary based on a number of factors. Any accrued interest from either the Bank Sweep Program or Free Credits Balances is paid on the last business day of the month directly into the client’s Altruist Financial brokerage account. Any accrued interest from High-Yield Cash Account is paid on the last business day of the month directly into the High-Yield Cash Account account.

For more information on fees and expenses, review the Altruist Financial LLC Fee Schedule on [altruist.com/legal](https://altruist.com/legal).

## **Bank Sweep Program:**

The Altruist Bank Sweep Program (“Bank Sweep Program”) automatically transfers or “sweeps” cash balances in enrolled client accounts awaiting investment into Federal Deposit Insurance Corporation (“FDIC”) insured bank deposit accounts among multiple FDIC-insured banks (“Participating Banks” see the [Altruist Financial LLC Participating Bank List](#)). Cash swept into an interest-bearing account at a Participating Bank is federally insured up to applicable FDIC limits in the event of a bank failure. Funds are not eligible for FDIC insurance until the funds arrive at the Participating Bank.

Deposits into an account enrolled in the Bank Sweep Program may take up to two business days after the required holding period before the deposit sweeps into an interest-bearing account at a Participating Bank, and such deposits will constitute Free Credit Balances until they are transferred. Funds swept into interest-bearing accounts will begin earning interest from the day they are received by the Participating Bank up to, but not including, the date of withdrawal.

Altruist Financial receives payment from each Participating Bank in connection with its participation in and operation of the Bank Sweep Program. Altruist’s payment from the Participating Bank, which is a portion of the interest earned on the deposit amounts under the Bank Sweep Program held at the Participating Bank, represents compensation for services provided in connection with the Bank Sweep Program.

Review the Altruist Bank Sweep Program Disclosure Statement on [altruist.com/legal](https://altruist.com/legal) for more information.

**High-Yield Cash Account (Cash Management Account):** High-Yield Cash Account is a separate brokerage account offered by Altruist Financial. Securities trading is not possible in the High-Yield Cash Account account. Altruist Financial sweeps High-Yield Cash Account funds to one or more [Participating Banks](#) that accept and maintain such deposits. Through High-Yield Cash

Accounts, clients' funds are deposited into Participating Bank where the funds earn a variable interest rate and are eligible for FDIC insurance. Funds are not eligible for FDIC insurance until the funds arrive at the Participating Bank. Funds in the High-Yield Cash account, including those waiting to be swept and those in transit to or from Participating Banks, are not eligible for SIPC coverage. SIPC coverage does not apply to funds deposited with Participating Banks.

Deposits to High-Yield Cash account will sweep to the Participating Bank on the following business day. It may take funds deposited via ACH or Check three (3) or more business days for the funds to become available to participate in the sweep. Customers can initiate withdrawals at any time from the High-Yield Cash account via ACH, wire, check, or internal transfer. Withdrawals will be processed same day if submitted prior to cutoff times (Wires: 2:30PM ET, Check: 12:30PM ET, ACH: 2:30PM ET) on weekdays, excluding certain holidays. Withdrawals submitted after cutoff times or on weekends or holidays will process the following business day. Internal transfers from High-Yield Cash account to an Altruist brokerage account will be processed on the next business day, however funds will be available for trading on the same day.

Review the High-Yield Cash Program Disclosure Statement on [altruist.com/legal](https://altruist.com/legal) for more information.

## **FDIC Insurance:**

Altruist Financial is not a bank and is not insured by the Federal Deposit Insurance Corporation (“FDIC”). Altruist Financial uses more than one Participating Bank to allow for expanded FDIC coverage of up to \$3 million for an individual account, up to \$6 million for joint accounts, up to \$3 million for trust accounts, and/or up to \$3 million for business accounts. If a client reaches the maximum coverage amount(s), any additional cash will be deposited into a predetermined excess bank account, subject to available capacity at the excess bank.

FDIC coverage limits are \$250,000 for all deposits per depositor, per insured bank, for each account ownership category. FDIC coverage can be impacted by several things, including but not limited to deposit capacity at a Participating Bank and/or if a client holds funds at a Participating Bank. If a client elects to exclude one or more Participating Banks from receiving deposits the amount of FDIC insurance available may be lower. Clients are responsible for monitoring their total assets at each of the Participating Banks to determine the extent of available FDIC insurance coverage in accordance with FDIC rules.

For more information on FDIC insurance coverage, please visit [FDIC.gov](https://FDIC.gov).

## **Free Credit Balances:**

Clients may direct that Altruist Financial leave cash awaiting investment in their account as a “Free Credit Balance”. Free Credit Balances are payable to clients upon demand. Altruist Financial may use Free Credit Balances to fund certain parts of our business operations, as permitted by law, and may earn income through such use. Altruist Financial is required by the rules of the Securities and Exchange Commission to perform a weekly computation to determine whether we have a net payable to, or receivable from all our customers. In the event the computation indicates a net



payable, Altruist Financial must place required funds or qualified securities (treasury securities) on deposit in a special reserve bank account for the exclusive benefit of our customers. Free Credit Balances are generally guaranteed as to principal and interest by SIPC for up to \$250,000 per account. For more information on SIPC coverage of Free Credit Balances, see [SIPC.org](https://www.sipc.org).

**Mutual Funds:**

Investing in mutual funds involves risks, including the potential loss of part or all of the principal amount invested. When redeemed, shares may be worth more or less than their original cost. There can be no assurance that any fund will meet its stated objectives. While Money Market Funds target a net asset value (NAV) of \$1 per share, it is possible for this value to decline below \$1. Read the fund's prospectus carefully for this and other important information before investing.

**Fixed Income:**

Altruist provides fixed income data and activity to advisors' clients through a partnership with Moment Technology, Inc. Data received is not from Altruist Financial, LLC but instead from Moment. Fixed income investing involves risk and an investor may experience, but not limited to, a loss of principal related to interest rates, credit risk, market valuations, market liquidity, and other factors. Altruist does not guarantee that security prices provided by Moment Technology, Inc. are more favorable than those available through other sources. Advisors are encouraged to perform their own due diligence before investing in fixed income securities.

**Brokered CDs:**

Interest rates and availability of brokered CDs will fluctuate with changes in market conditions. If not held to maturity, they may be worth less than their original purchase value. The secondary market for brokered CDs may be limited. Reinvestment risk may apply if looking to reinvest redemption proceeds in a lower interest rate environment than when the security was originally purchased. If the CD has a call provision, the issuer may exercise the call provision, meaning the client will receive all their principal and any interest earned on the brokered CD up until the date of the call. Investments in brokered CDs are not bank deposits, do not offer the same FDIC or National Credit Union Association ("NCUA") coverage as CDs purchased directly from a bank, and clients may lose money. To verify whether a bank is insured by the FDIC see the FDIC's BankFind tool at BankFind Suite ([FDIC.gov](https://www.fdic.gov)).

**Treasury Bills:**

Treasury securities (such as T Bills) are backed by the full faith and credit of the US Government as to principal and interest payments.

Altruist Corp ("Altruist") offers technology and tools designed to help financial advisors achieve better outcomes. Advisory and certain other services are provided by Altruist LLC, an SEC-registered investment adviser, and brokerage related products and services are provided by Altruist Financial LLC, a member of [FINRA/SIPC](https://www.finra.org). Altruist or its affiliates do not provide tax advice and investors are encouraged to consult with their personal tax advisors. Clearing and custody of securities provided by Altruist Financial LLC.

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