

## CashPlus Account Disclosure Statement

### Introduction

This CashPlus Account Disclosure Statement ("Disclosure Statement") describes the criteria, features, fees and other important information concerning Morgan Stanley CashPlus Accounts ("CashPlus Account"). The CashPlus Account is a brokerage account intended for your short-term investment needs, as well as your everyday cash management, including a full suite of spending and money movement features available online and through your mobile device.

In this Disclosure Statement, the words "we," "us," "our," "Morgan Stanley" and "Morgan Stanley Wealth Management" refer to Morgan Stanley Smith Barney LLC. The words "you," "your," "yours" and "client" refer to the account owner(s) and/or authorized person(s). The term "Bank Affiliates" refers collectively to Morgan Stanley Bank, N.A. and Morgan Stanley Private Bank, National Association.

Morgan Stanley offers two distinct types of CashPlus Accounts: the Premier CashPlus Account and the Platinum CashPlus Account. There are monthly fees associated with each type of CashPlus Account which may be avoided if certain requirements are met. Details regarding all CashPlus account types, including the requirements applicable to each, are set forth in this Disclosure Statement.

The CashPlus Account does not permit the use of margin, short selling, online trading or option trading with the exception of the following option transactions: covered call writing; purchase of protective puts; writing cash-back puts and purchase options. On an opt-in basis, you may enroll in the CashPlus Insufficient Funds Coverage feature ("IFC"). IFC allows you to designate one of your Morgan Stanley Active Assets Account(s) ("AAA Account") or Liquidity Access Line(s) ("LAL")<sup>1</sup> as your funding account ("Funding Account"), in order to automatically transfer funds, up to the Available Funds in your Funding Account, to your CashPlus Account when there is insufficient Available Cash in your CashPlus Account to cover certain transactions. There is no cost for enrolling in IFC, however, interest charges may apply if you transfer funds from available margin in your AAA Account or from your LAL (terms and conditions apply). In addition, the CashPlus Account may not be available for all account types, for certain entities or for certain non-U.S. residents.

### Account Type and Jurisdictional Limits

The CashPlus Account may not be available for all account types or entity types or for certain non-U.S. residents, depending on your jurisdiction of residence. Please ask us for more details regarding account eligibility.

### Account Features Applicable to Both CashPlus Account Types:

- Account types:
  - Individual
  - Joint
  - U.S. Revocable Trust
  - Certain personal holding companies (available only for non-U.S. residents)
- Brokerage account, with the following limitations:
  - No margin
  - No short selling
  - No online trading
  - The following option transactions are permitted:
    - covered call writing
    - purchase of protective puts
    - writing cash-back puts
    - purchase options
- Cash Management features:
  - Bill pay
  - Premium Morgan Stanley Metallic Debit Card<sup>2</sup>
  - Unlimited check writing
  - The Platinum Card® from American Express Exclusively for Morgan Stanley, the Morgan Stanley Blue Cash Preferred® American Express Card or The Platinum Card® from International Dollar Card issued by American Express
  - Electronic Funds Transfers, including Send Money with Zelle®, ACH and wire transfers
  - Spending and Budgeting Tool
  - Direct deposit
  - Remote check deposit capture
  - Unlimited ATM fee rebates worldwide
- No fees for the following cash management activities:
  - Delivery of checks and debit cards (First Class for Premier, expedited for Platinum)
  - Check writing
  - Foreign transactions
  - Stop payments
  - Cash advances
  - Incoming wires
  - Outgoing wires (use of e-Authorization is required)
  - Overnight check disbursements
  - Insufficient funds returned checks
  - Insufficient funds rejected transfers (e.g., ACH payments)

<sup>1</sup> Liquidity Access Line ("LAL") is a securities based loan/line of credit product, the lender of which is either Morgan Stanley Private Bank, National Association or Morgan Stanley Bank, N.A., as applicable, each an affiliate of Morgan Stanley Smith Barney LLC. All LAL loans/lines of credit are subject to the underwriting standards and independent approval of Morgan Stanley Private Bank, National Association or Morgan Stanley Bank, N.A., as applicable. LAL loans/lines of credit may not be available in all locations. Rates, terms and conditions are subject to change without notice. To be eligible for an LAL loan/line of credit, a client must have a brokerage account at Morgan Stanley Smith Barney LLC that contains eligible securities, which shall serve as collateral for the LAL. In conjunction with establishing an LAL loan/line of credit, an LAL facilitation account will also be opened in the client's name at Morgan Stanley Smith Barney LLC at no charge. Other restrictions may apply. The information contained herein should not be construed as a commitment to lend. Morgan Stanley Private Bank, National Association and Morgan Stanley Bank, N.A. are Members FDIC that are primarily regulated by the Office of the Comptroller of the Currency. **The proceeds from a non-purpose LAL loan/line of credit (including draws and other advances) may not be used to purchase, trade, or carry margin stock; repay margin debt that was used to purchase, trade, or carry margin stock.**

<sup>2</sup> The Morgan Stanley Debit Card is issued by Morgan Stanley Private Bank, National Association, pursuant to a license from Mastercard International Incorporated. Mastercard and Maestro are registered trademarks of Mastercard International Incorporated. The third-party trademarks and service marks contained herein are the property of their respective owners.

- Comprehensive Protections:
  - Two free Experian® enrollments, including identity theft protection/insurance and credit monitoring per account link group
  - SIPC protection for securities and free credit balances up to applicable limits
  - Cash swept into the Bank Deposit Program (“BDP”) receives FDIC coverage up to applicable limits
- Other Features:
  - Morgan Stanley Online (MSO)
  - Digital/Mobile capabilities
  - Insufficient Funds Coverage (opt-in required)
  - Greenlight App and Debit Card for Families (enrollment required). See Greenlight App and Debit Card for Families Section.

## Premier CashPlus Account

### Fees<sup>3</sup>

- \$15 per month (unless the fee avoidance criteria set forth below are met)

### Monthly Fee Avoidance Grace Period

There will be a three month grace period beginning with the month following the date you open your Premier CashPlus Account during which time no monthly fee will be charged.<sup>4</sup>

### Specific Fee Avoidance Criteria

If the CashPlus Accounts in your account link group (“ALG”), collectively, satisfy the following criteria, the monthly fee of \$15 can be avoided. An ALG is a group of accounts, with the same mailing address, which you request to consolidate for purposes of statement mailings and online access. Each ALG receives its statements in a single envelope showing the value of each linked account. If you link your account(s) with account(s) owned by others, your personal and financial information will be provided to such other account owner(s) by virtue of being included in an ALG. Some account types (e.g., 529 accounts, etc.) cannot be included in any CashPlus ALG.

- \$2,500 monthly recurring deposit; OR
- \$10,000 average daily BDP balance; OR
- A minimum of \$25,000,000 in Household Assets and Liabilities<sup>5</sup>; AND
- Morgan Stanley Online enrollment; AND
- Another qualified non-CashPlus Morgan Stanley account

### Monthly Recurring Deposit Criteria<sup>4</sup>

Monthly recurring deposits to your CashPlus Account include payroll, pension, distributions from any Morgan Stanley retirement account, and government benefit payments (such as Social Security). Also included are any electronic funds transfers from an external financial institution, mobile check deposits, transfers via Send Money with Zelle, and check deposits made at Morgan Stanley branch locations. If Social Security benefits, in any amount, are directly deposited into any eligible account in your CashPlus ALG, the \$2,500 monthly recurring deposit requirement for fee avoidance will be satisfied for all CashPlus Accounts in your ALG.

Transfers from a Morgan Stanley non-retirement account do not qualify as a monthly recurring deposit into your CashPlus Account.

### Average Daily BDP Balance Criteria

Your CashPlus Account average daily BDP balance is the monthly total of the available cash balance each day in the BDP in eligible accounts

in your CashPlus ALG divided by the number of days in that month. Morgan Stanley reserves the right to include other Morgan Stanley cash products as qualifying for the average daily cash balance requirement.

### Householding

Householding is the practice of consolidating account statements, trade confirmations, and other financial documents for multiple accounts within the same household. This allows clients to receive fewer mailings, streamline financial reporting, and, in some cases, benefit from aggregated account balances for pricing or interest rate purposes.

Accounts eligible for householding typically share a common mailing address and may belong to related individuals, such as spouses, domestic partners, children, parents, or grandparents. Morgan Stanley may automatically link accounts that meet specific criteria, but clients may also have the option to adjust their householding preferences.

### Morgan Stanley Online Enrollment

Enrollment in Morgan Stanley Online by at least one person in your CashPlus ALG is required in order to avoid the monthly Premier CashPlus Account fee. Morgan Stanley Online allows you to securely view, on our digital platform, your account balances, along with a suite of self service capabilities, including setting alerts, bill pay, money movement through the use of e-Authorization, as well as accessing tools to transfer and manage your cash.

### Opening and/or Maintaining an Eligible Non-CashPlus Account

In order to avoid the monthly Premier CashPlus Account fee, you must open and/or maintain an additional eligible Morgan Stanley investment account. Eligible investment accounts include, but are not limited to, a AAA Account, Self Directed Brokerage Account, Morgan Stanley Access Investing Account, or a discretionary/non-discretionary Advisory Account or program through Morgan Stanley's Advisory Program. Retirement accounts, including IRAs, are eligible account types for Individual and Joint CashPlus Accounts only.

## Platinum CashPlus Account

### Fees<sup>3</sup>

- \$55 per month (unless the fee avoidance criteria set forth below are met)

### Monthly Fee Avoidance Criteria

There will be a three month grace period beginning with the month following the date you open your Platinum CashPlus Account during which time no monthly fee will be charged.<sup>4</sup>

### Specific Fee Avoidance Criteria

If the CashPlus Accounts in your ALG, collectively, satisfy the following criteria, the monthly fee can be avoided. An ALG is a group of accounts, with the same mailing address, which you request to consolidate for purposes of statement mailings and online access. Each ALG receives its statements in a single envelope showing the value of each linked account. If you link your account(s) with account(s) owned by others, your personal and financial information will be provided to such other account owner(s) by virtue of being included in an ALG. Some account types (e.g., 529 accounts, etc.) cannot be included in any CashPlus ALG.

- A minimum of \$25,000,000 in Household Assets and Liabilities<sup>5</sup>; OR
- \$5,000 monthly recurring deposit; AND

<sup>3</sup> For Premier CashPlus Account(s) and Platinum CashPlus Account(s), no monthly fee will be charged during the two calendar months following the month in which you open either CashPlus account type irrespective of your meeting the specific fee avoidance criteria.

<sup>4</sup> Morgan Stanley may close your CashPlus Account(s) if you have not deposited cash or securities prior to incurring a monthly fee.

<sup>5</sup> Eligible Assets and Liabilities generally include the following: Cash, Equities, Bonds, Certificates of Deposit (CDs), Alternative Investments (including Managed Futures), Unit Investment Trusts, Exchange-Traded Funds, Mutual Funds, 529 Plans, Insurance, Annuities, outstanding balances on securities-based loans (including Margin, Non-Purpose Margin, and Liquidity Access Line), and Residential Mortgage Loans/Home Equity Lines of Credit (Residential mortgage loans/home equity lines of credit offered by Morgan Stanley Private Bank, National Association, an affiliate of Morgan Stanley Smith Barney LLC. A relationship does not have to be maintained with Morgan Stanley Smith Barney LLC or its affiliates in order to be eligible for a residential mortgage loan made by MSPBNA.)

- \$25,000 average daily BDP balance; AND
- Morgan Stanley Online enrollment; AND
- Another qualified non-CashPlus Morgan Stanley account

### Householding

Householding is the practice of consolidating account statements, trade confirmations, and other financial documents for multiple accounts within the same household. This allows clients to receive fewer mailings, streamline financial reporting, and, in some cases, benefit from aggregated account balances for pricing or interest rate purposes.

Accounts eligible for householding typically share a common mailing address and may belong to related individuals, such as spouses, domestic partners, children, parents, or grandparents. Morgan Stanley may automatically link accounts that meet specific criteria, but clients may also have the option to adjust their householding preferences.

### Monthly Recurring Deposit Criteria<sup>4</sup>

Monthly Recurring Deposits to your CashPlus Account include payroll, pension, distributions from any Morgan Stanley retirement account, and government benefit payments (such as Social Security). Also included are any electronic funds transfers from an external financial institution, mobile check deposits, transfers via Send Money with Zelle, and check deposits made at Morgan Stanley branch locations. If Social Security benefits, in any amount, are directly deposited into any eligible account in your CashPlus ALG, the \$5,000 monthly recurring deposit requirement for fee avoidance will be satisfied for all CashPlus Accounts in your ALG.

Transfers from a Morgan Stanley non-retirement account do not qualify as a monthly recurring deposit into your CashPlus Account.

### Average Daily BDP Balance Criteria

Your CashPlus Account average daily BDP balance is the monthly total of the available cash balance each day in BDP in eligible accounts in your CashPlus ALG divided by the number of days in that month. Morgan Stanley reserves the right to include other Morgan Stanley cash products in the future as qualifying for the average daily cash balance requirement.

### Morgan Stanley Online Enrollment

Enrollment in Morgan Stanley Online by at least one person in your CashPlus ALG is required in order to avoid the monthly Platinum CashPlus Account fee. Morgan Stanley Online allows you to securely view, on our digital platform, your account balances, along with a suite of self service capabilities including alerts, bill pay, money movement through the use of e-Authorization, as well as accessing tools to transfer and manage your cash.

### Opening and/or Maintaining a qualified non-CashPlus Account

In order to avoid the monthly Platinum CashPlus Account fee, you must open and/or maintain an additional eligible Morgan Stanley investment account. Eligible investment accounts include, but are not limited to, a AAA Account, Self Directed Brokerage Account, Morgan Stanley Access Investing Account, or a discretionary/non-discretionary Advisory Account or program through Morgan Stanley's Advisory Program. Retirement Plan accounts, including IRAs, are eligible for Individual and Joint CashPlus Account types only.

## Insufficient Funds Coverage ("IFC")

You may opt-in to IFC, at the time you open your CashPlus Account or anytime thereafter, by designating one of your Morgan Stanley AAA Accounts or one of your LALs as your funding account ("Funding Account"), in order to automatically transfer funds, up to the Available Funds in your Funding Account, to your CashPlus Account when there is insufficient Available Cash in your CashPlus Account to cover certain transactions. There is no cost for this feature, however, interest charges may apply if you transfer funds from available margin in your AAA Account or from your LAL (terms and conditions apply). Once enrolled in IFC, you may change your Funding Account, or opt-out of IFC, at any time.

When you enroll in IFC, you must designate one of your AAA Accounts or one of your LALs as your Funding Account in order to automatically transfer funds to your CashPlus Account when there is insufficient Available Cash in your CashPlus Account to cover your use of the debit card, certain ACH and funds transfers, checks that you have written, and any other transaction types that we may include in the future ("Eligible Transactions"). You must be an account owner of the account designated as your Funding Account.

After you enroll in IFC, Morgan Stanley will establish the maximum amount available to you to cover debit card transactions at the point of sale. This amount will include the total amount of your free credit balances and any designated sweep investment balance ("Available Cash") in your CashPlus Account and a tiered amount ("Tiered Amount"), up to \$10,000 that is based upon the total amount of assets in your household.<sup>6</sup> The Tiered Amount is set forth below:

Household AUM	Tiered Amount
\$0.00 – \$1,000,000.00	\$1,000.00
\$1,000,000.01 – \$5,000,000.00	\$5,000.00
\$5,000,000.01+	\$10,000.00

The amount of the Available Cash in your CashPlus Account plus the applicable Tiered Amount constitutes your authorization cushion ("Authorization Cushion"). Your Authorization Cushion available to cover debit card transactions, at the point of sale, may be recalculated on a daily basis at Morgan Stanley's discretion. Your Tiered Amount may be reset on a monthly basis.

If your Funding Account is your AAA Account, the term Available Funds includes the Available Cash and your funds available to borrow (which is your available margin if your AAA Account is margin enabled)

#### MINUS:

- any uncleared funds;
- funds reserved for debit card transactions;
- account fees and other amounts owed to Morgan Stanley;
- any cushion or minimum deposit amount imposed by or through Morgan Stanley for any reason.

If your Funding Account is your LAL, the term Available Funds is the amount that is available to borrow. Should the Available Funds in your Funding Account fall below the Tiered Amount, your Authorization Cushion to cover debit card transactions, at the point of sale, will be reduced to the amount of Available Funds in your Funding Account

<sup>6</sup> A household is comprised of one or more accounts formally grouped under one individual designated as the head of household. Individuals can be included in the household if they have an eligible familial relationship to the head of household. Eligible family relationships include spouse (or domestic partner), children, parents and grandparents of the head of household. Note for domestic partnerships: although legal marriages (including same-sex marriages) are recognized for federal tax purposes, IRS Regulation section 301.7701-18 indicates that registered domestic partnerships, civil unions, and other similar formal relationships under state law are not treated as marriage for federal tax purposes. To avoid potential adverse tax consequences, there are restrictions on including accounts for domestic partners (or members of civil unions or other formal relationships under state law) in the same household as IRAs and/or other tax-qualified accounts. You may wish to consult with your own legal or tax advisor for more information.

There are restrictions on what account types may be grouped in the same household. Consent may be required for accounts to be included in a household. If you want to include IRAs and/or other retirement accounts in your household, you may need to contact your legal or tax advisor to understand any possible unanticipated tax consequences of householding such accounts. You should speak with a member of your Morgan Stanley team to learn more about account eligibility for householding.



plus any Available Cash in your CashPlus Account. In the event the total amount of your Authorization Cushion is not sufficient to cover debit card transactions, at the point of sale, such transactions will be declined.

In addition, Morgan Stanley will establish the maximum amount available to you as your IFC for Eligible Transactions ("Pre-determined Limit") based upon Available Cash in your CashPlus Account and Available Funds in your Funding Account. Your Pre-determined Limit may fluctuate.

Morgan Stanley will automatically transfer funds up to the total Available Funds in your Funding Account when there is insufficient Available Cash in your CashPlus Account to cover Eligible Transactions at the end of each business day.<sup>7</sup> If an automatic funds transfer is initiated from your designated AAA Account, in connection with your IFC, the first funds transferred will be the Available Cash in your AAA Account. If your AAA Account does not have sufficient Available Cash to cover the transfer, and your AAA Account is margin enabled, funds will be transferred from the available margin in your AAA Account, and you may be charged interest on those funds from the date of the transfer. If an automatic transfer is initiated from your designated LAL in connection with your IFC, you may be charged interest on such transfers from your LAL from the date of the transfer. Any activity in your Funding Account will be shown on your Morgan Stanley account statement.

If there are insufficient Available Funds in your Funding Account to satisfy Eligible Transactions in your CashPlus Account, Morgan Stanley will automatically transfer any Available Funds remaining in your Funding Account to your CashPlus Account and your CashPlus Account will go into a negative balance for any remaining amount required to satisfy Eligible Transactions. In the event there is a resulting negative balance in your CashPlus Account, Morgan Stanley may, at its discretion, liquidate any Property that you maintain in any account at Morgan Stanley to cover such negative balance. You will remain liable for any remaining negative balance(s) as well as any tax consequences.

In order to reduce any debit balance in any Funding Account, you must deposit funds directly into such Funding Account. Morgan Stanley will not automatically transfer funds from your CashPlus Account to your Funding Account. A deposit of funds, whether by check, ACH transfer, wire or journal, to your CashPlus Account will not result in any credit to your Funding Account. A deposit of funds to your CashPlus Account may increase the Available Funds in your CashPlus Account.

If your Funding Account becomes ineligible to serve as the Funding Account for any reason, your IFC will be suspended and automatic funds transfers to your CashPlus Account will cease. In that event, you may designate an alternate AAA Account or LAL as your Funding Account. Morgan Stanley may suspend a Funding Account or terminate your IFC at any time, at our discretion, with notice to you, provided you have not opted out of receiving such notices. In the event that your Funding Account becomes ineligible and you do not designate an alternate Funding Account, or Morgan Stanley suspends or terminates your IFC, and there are insufficient Available Funds in your CashPlus Account, transactions in your CashPlus Account may be declined.

In connection with the IFC feature of your CashPlus Account, Morgan Stanley will provide you with notice upon the occurrence of any of the following:

- Opting-into/out of the IFC;
- Adding/deleting/changing a Funding Account; or
- The suspension/termination of your IFC by Morgan Stanley.

<sup>7</sup> A business day is any day on which both the New York Stock Exchange and the Bank Affiliates are open for business.

## Comprehensive Protections

### (i) Experian

Your CashPlus Account includes identity protection, identity restoration and identity theft insurance, fraud resolution and credit reporting and monitoring provided by Experian (Morgan Stanley Comprehensive Identity and Credit Protection).

A **Premier CashPlus Account** is entitled to two enrollments in Morgan Stanley's Comprehensive Identity and Credit Protection. This optional service is available to two CashPlus Account owners within an ALG, at no charge, and will provide identity protection, identity restoration and identity theft insurance, fraud resolution and credit reporting and monitoring.

A **Platinum CashPlus Account** is entitled to four enrollments in Morgan Stanley's Comprehensive Identity and Credit Protection. This optional service is available to four CashPlus Account owners within an ALG, at no charge, and will provide identity protection, identity restoration and identity theft insurance, fraud resolution and credit reporting and monitoring.

Morgan Stanley Comprehensive Identity and Credit Protection is provided by Experian, a leading global credit reporting agency. Since this is an optional service, it requires your enrollment, which can be completed by visiting Morgan Stanley Online or through the Experian-hosted website available at <https://www.morganstanley.com/premierprotection>.

The following are some benefits you will receive from Experian:

- Monthly 3 Bureau Credit Report and VantageScore 3.0 Scores;
- Monthly 3 Bureau Experian VantageScore Updated with Alerts;
- Score Trending and Planner;
- Daily 3 Bureau Credit Monitoring;
- Experian Identity Alerts;
- Internet Surveillance;
- Child Credit Monitoring;
- Social Media Monitoring;
- Social Security Number Trace;
- Real Time Credit Inquiries;
- Credit Lock/Unlock;
- Lost Wallet/Card Replacement;
- Fraud Resolution Services;
- Identity Theft Risk Assessment;
- Identity Theft Insurance; and
- Call Center Support.

Your Credit Score is calculated on the VantageScore 3.0 model. Your VantageScore 3.0 indicates your credit risk level and may not be used by all lenders. Please be advised that VantageScore 3.0 is a proprietary product offered by Experian and is not affiliated with Morgan Stanley, its affiliates or any products and services provided by Morgan Stanley or its affiliates.

Identity Theft Insurance is underwritten by insurance company subsidiaries or affiliates of American International Group, Inc. (AIG). The description herein is a summary and intended for informational purposes only and does not include all terms, conditions, and exclusions of the policies described. Please refer to the actual policies for terms, conditions, and exclusions of coverage.

A social security number or tax identification number is required to take advantage of many of Experian's benefits. Coverage may not be available in all jurisdictions. Separate terms and conditions pertaining to the services from Experian will be provided to you by Experian when you enroll in the service. You will be responsible for understanding these separate terms and conditions, and you should review them carefully.

## **(ii) Mastercard Enhanced Benefits®**

Your CashPlus Account debit card includes benefits from Mastercard, such as purchase protections and related benefits, as well as travel insurance and services. For more information regarding these benefits, please refer to the Morgan Stanley Debit Card Terms and Conditions, included with your debit card and also available at <https://www.morganstanley.com/wealth/services/pdfs/debitcardstc.pdf> for important information and limitations.

## **(iii) Securities Investor Protection Corporation (SIPC)**

SIPC is a federally mandated U.S. nonprofit corporation that protects client assets from financial loss in the event a broker-dealer becomes insolvent. SIPC covers assets that we hold in custody (stocks, bonds, mutual funds) up to \$500,000 per client capacity (e.g., individual, joint), \$250,000 of which may consist of a free credit balance. Money market mutual funds receive SIPC coverage as securities, not as cash. Funds in BDP are covered by FDIC insurance, not SIPC.

In addition to SIPC protection, Morgan Stanley has purchased, at no cost to clients, a supplemental insurance policy through certain underwriters at Lloyd's of London and various insurance companies. In the unlikely event that client assets are not fully recovered and SIPC protection limits have been paid, this additional coverage would be available to provide protection above the SIPC limits. This excess of SIPC coverage is subject to an aggregate firmwide cap of \$1 billion, with no per client limit for securities and a \$1.9 million per client limit for the cash portion of any remaining shortfall. SIPC and excess of SIPC protection do not insure against losses due to market fluctuations or other losses that are not related to the insolvency of Morgan Stanley. SIPC and excess of SIPC protection are applied per client for all accounts designated in the same capacity. Funds in BDP at each Morgan Stanley bank are not protected by any excess of SIPC coverage purchased by Morgan Stanley.

Clients may obtain a more complete and definitive description of SIPC protection by visiting <https://www.sipc.org>.

## **(iv) Federal Deposit Insurance Corporation ("FDIC") — FDIC Coverage**

The following description of FDIC coverage is only a summary of certain FDIC regulations and is subject to, in its entirety, the rules, regulations and interpretations of the FDIC and any changes.

### **General Information**

Pursuant to the Bank Deposit Program, free credit balances in your CashPlus Account(s) are automatically deposited (swept) into deposit accounts ("Deposit Accounts") established for you by and in the name of Morgan Stanley Smith Barney LLC, as agent and custodian for its clients, at Morgan Stanley Bank, N.A., ("Morgan Stanley Bank") and Morgan Stanley Private Bank, National Association ("Morgan Stanley Private Bank"), each a national bank, FDIC member and an affiliate of Morgan Stanley (each, a "Morgan Stanley Sweep Bank"). Under certain circumstances, you may have funds sent to non affiliated Program Banks, each an FDIC member (collectively with the Morgan Stanley Sweep Banks, the "Sweep Banks") as further described in the Bank Deposit Program Disclosure Statement.

Funds in the Deposit Accounts at each Sweep Bank are insured by the FDIC, an independent agency of the U.S. government, up to the Maximum Applicable Insurance Limit (including principal and accrued interest) per depositor, when aggregated with all other deposits held by you in the same FDIC account ownership category at the Sweep Bank. The Maximum Applicable Insurance Limit is currently \$250,000 for each FDIC account ownership category. Generally, any accounts or deposits that you may maintain directly with a Sweep Bank, or through any other intermediary in the same FDIC account ownership category

in which the Deposit Accounts are maintained, will be aggregated for purposes of the Maximum Applicable Insurance Limit. Your funds become eligible for FDIC insurance immediately upon deposit into a Deposit Account at a Sweep Bank. Any deposits (including Certificate of Deposits (CDs)) that you maintain in the same FDIC account ownership category directly with a Sweep Bank, or through an intermediary (such as Morgan Stanley, another broker or depository network), will be aggregated with your Deposit Accounts at the Sweep Bank for purposes of the Maximum Applicable Insurance Limit. **You are responsible for monitoring the total amount of deposits that you have with each Sweep Bank in order to determine the extent of FDIC insurance coverage available to you. Morgan Stanley is not responsible for any insured or uninsured portion of a Deposit Account at a Sweep Bank.**

In the event a Sweep Bank fails, the Deposit Accounts at that Sweep Bank are insured, up to the Maximum Applicable Insurance Limit, for principal and interest, up until the day the Sweep Bank is closed.

Under certain circumstances, if you become the owner of deposits at a Sweep Bank as a result of the death of another depositor, then beginning six months after that depositor's death, the FDIC will aggregate those deposits for purposes of the Maximum Applicable Insurance Limit with any other deposits that you own in the same FDIC account ownership category at that Sweep Bank. Additional information about the various FDIC ownership categories can be found on FDIC's website: <https://www.fdic.gov/resources/deposit-insurance/financial-products-insured/index.html>. The FDIC provides a six-month "grace period" to permit you to restructure your deposits to obtain the maximum amount of deposit insurance for which you are eligible.

If the Deposit Accounts at the Sweep Bank are assumed by another depository institution pursuant to a merger or consolidation, the Deposit Accounts will continue to be separately insured from the deposits that you might have established with the acquiring institution until the expiration of the six-month grace period from the date of such acquisition. Thereafter, any acquired Deposit Accounts will be aggregated with your existing deposits at the acquiring institution held in the same FDIC account ownership category for purposes of FDIC insurance.

### **Uninsured Amounts**

If the principal amount of a Deposit Account at a Sweep Bank, plus accrued interest, together with all other deposits that you maintain directly or indirectly at the Sweep Bank, in the same ownership capacity, is in excess of the Maximum Applicable Deposit Insurance Amount, the amount in excess will not be insured by the FDIC. In determining the total amount of your funds at the Sweep Bank for FDIC insurance purposes, you must aggregate all deposits at the Sweep Bank held in the same FDIC account ownership category, regardless of whether you hold the deposits directly with the Sweep Bank or through Morgan Stanley or another financial intermediary. In the event of the failure of a Sweep Bank, you will have a claim for the uninsured portion of your deposits that ranks equally with the claims of other uninsured depositors (including the FDIC as subrogee of insured depositors) and senior to claims of general unsecured creditors of the Sweep Bank, and you will receive payments, if any, based upon the amount of assets the Sweep Bank has available for distribution. You should review the "Payments Under Adverse Circumstance" section in the Morgan Stanley Bank Deposit Program Disclosure Statement for more information.

### **Questions About FDIC Deposit Insurance Coverage**

If you have questions about basic FDIC insurance coverage, please contact us. You may wish to consult your attorney concerning FDIC insurance coverage of deposits held in more than one capacity. You may also obtain information by contacting the FDIC, Division of Supervision and Consumer Protection, by letter (Attn: Deposit Insurance

Outreach, 550 17th Street, N.W., Washington, DC 20429), by phone (1-877-275-3342, 1-800-925-4618 (TDD)) or by accessing the FDIC website at <https://www.fdic.gov>.

## The Debit and Credit Cards available with your CashPlus Account(s)

### (1) The Morgan Stanley Debit Card for CashPlus Account(s)

Upon opening either a Premier or Platinum CashPlus Account, you will receive a new, metallic premium Debit Card. When you receive your new premium Debit Card, please review the accompanying Debit Card Terms and Conditions carefully.

### (2) Greenlight App and Debit Card for Families

The Greenlight App and Debit Card is provided by Greenlight Financial Technologies, not Morgan Stanley or any of its affiliates. Morgan Stanley has entered into a referral partnership with Greenlight Technology, Inc., the program manager for the Greenlight card and related mobile application. Greenlight charges a usage fee of \$4.99 per month. To have this monthly fee for one Greenlight enrollment (up to five minors under 18 years old) waived, a Morgan Stanley client must:

- i) Enroll using the enrollment link on Morgan Stanley Online or Mobile;
- ii) Enroll in the Greenlight basic product. Greenlight + Invest and Greenlight Max or any other future products are excluded from this offer; and
- iii) Link a CashPlus Account for the Greenlight debit card funding.

Limited to one free Greenlight enrollment per CashPlus ALG.

This fee waiver only applies while you fund the Greenlight Debit Card from your CashPlus Account. Other Morgan Stanley accounts are not eligible for this offer and the Greenlight usage fee will no longer be waived if you close the associated CashPlus account or change the funding source on the Greenlight Debit Card to any other account type, including another Morgan Stanley non-CashPlus account type.

Please review the Greenlight terms and conditions and other applicable fees for the service at [Greenlightcard.com](https://www.greenlightcard.com) before enrolling. Only the monthly usage fee is waived. You are responsible for all other fees associated with the use of the Greenlight service.

© 2023 Greenlight Financial Technology, Inc. Patents Pending. The Greenlight card is issued by Community Federal Savings Bank, member FDIC, pursuant to license by Mastercard International. Message and data rates may apply.

### (3) The Platinum Card® from American Express Exclusively for Morgan Stanley, the Morgan Stanley Blue Cash Preferred® American Express Card or The Platinum Card® from International Dollar Card issued by American Express

The Platinum Card® from American Express exclusively for Morgan Stanley is only available for clients who have an Eligible Account with Morgan Stanley Smith Barney LLC (which includes E\*TRADE from Morgan Stanley) or Morgan Stanley Private Bank, National Association.

The Morgan Stanley Blue Cash Preferred® Card is only available for clients who have an Eligible Account with Morgan Stanley Smith Barney LLC (which includes E\*TRADE from Morgan Stanley) or Morgan Stanley Private Bank, National Association.

An Eligible Account is a brokerage or bank account (i) held in your name, (ii) held by a trust where you are both the grantor and trustee of such trust, or (iii) held as a beneficial owner of a personal holding company, a non-operating limited liability company, a non-operating limited partnership, or a similar legal entity. American Express will

only issue the Card to (1) a Morgan Stanley client who is an individual; and (2) an individual associated with a Morgan Stanley client (if the Morgan Stanley client itself is not an individual). Eligibility is subject to change. American Express may cancel your Card Account and participation in this program, if you do not maintain an Eligible Account.

The Platinum Card® from American Express Exclusively for Morgan Stanley, the Morgan Stanley Blue Cash Preferred® American Express Card and The Platinum Card® from International Dollar Card are issued by American Express National Bank, not Morgan Stanley Smith Barney LLC nor any of its affiliates, including Morgan Stanley Private Bank, National Association. Services and rewards for the Cards are provided by Morgan Stanley, American Express or other third parties. Restrictions and other limitations apply. See the terms and conditions for the Cards for details. Clients are urged to review fully before applying.

Morgan Stanley, its affiliates, and Morgan Stanley Financial Advisors and employees are not in the business of providing tax or legal advice. Clients should speak with their tax advisor regarding the potential tax implications of the Rewards Program upon their specific circumstances.

American Express may share information about your Card Account with Morgan Stanley in support of Morgan Stanley programs and services. For information as to how Morgan Stanley will use your Card Account data, please visit [https://www.morganstanley.com/wealth/investmentsolutions/pdfs/adv/mssb\\_privacynotice.pdf](https://www.morganstanley.com/wealth/investmentsolutions/pdfs/adv/mssb_privacynotice.pdf).

Morgan Stanley Smith Barney receives a benefit from American Express in connection with The Morgan Stanley Credit Card from American Express, The Platinum Card® from American Express exclusively for Morgan Stanley, the Morgan Stanley Blue Cash Preferred® American Express Card or The Platinum Card® from International Dollar Card issued by American Express.

## Annual Engagement Bonus—only available to Platinum CashPlus Account holders

As a Platinum CashPlus Account holder, you will be eligible for an Annual Engagement Bonus provided you meet the following criteria:

- You must maintain at least one Platinum CashPlus Account in an ALG.
- Basic Card Members with The Platinum Card® from American Express Exclusively for Morgan Stanley will be eligible to receive an Annual Engagement Bonus on the following basis:
  - Basic Card Members who apply for, and are approved for, an American Express Platinum Card on or after September 18, 2025, will be eligible to receive an Annual Engagement Bonus of \$895.
  - Basic Card Members with a Card Account renewal taking place through January 1, 2026, will be eligible to receive an Annual Engagement Bonus of \$695.
  - Effective January 2, 2026, all Basic Card Members will be eligible for the \$895 Annual Engagement Bonus after their next Card Account renewal, typically in the month following renewal.
  - Basic Card Members with a Platinum Card® from International Dollar Card issued by American Express will be eligible to receive an Annual Engagement Bonus of \$695.
- Clients who qualify for an Annual Engagement Bonus by meeting the Debit Card Use Threshold in 2025 are eligible to receive the \$695 Annual Engagement Bonus in January of 2026 and clients who qualify for an Annual Engagement Bonus in 2026 are eligible to receive the \$895 Annual Engagement Bonus in January of 2027.



- The Annual Engagement Bonus will be paid based on the criteria set forth below.

**If you have an American Express Platinum Card and a Platinum CashPlus Account:**

- You must be the Basic Card Member with The Platinum Card® from American Express exclusively for Morgan Stanley or The Platinum Card® from International Dollar Card issued by American Express (each, an “American Express Platinum Card”).
- Your Platinum CashPlus Account must be open and your American Express Platinum Card must be open at the time the Annual Engagement Bonus is paid.
- For Platinum American Express cards issued in connection with your Platinum CashPlus Account, the Annual Engagement Bonus will be paid in the month following the month you open your American Express Platinum Card (“the Card Anniversary Month”) with the exception of the first year you open your American Express Platinum Card.
- In the first year you open your Platinum CashPlus Account, and apply for the American Express Platinum Card, there may be a three month period before you receive the Annual Engagement Bonus, but only if you do not meet the Fee Avoidance criteria for the Platinum CashPlus Account during the grace period. If you meet the Fee Avoidance Criteria prior to the expiration of the grace period, you will receive the Annual Engagement Bonus the following month. If you do not meet the Fee Avoidance Criteria during the grace period, you will receive the Annual Engagement Bonus the month after the grace period expires.
- Notwithstanding any other provision of this Disclosure Statement, if you have not opened and maintained a qualified non-CashPlus Account or if your only qualified non-CashPlus Account is a Morgan Stanley Access Investing Account (“MSAI”), you will receive your first Annual Engagement Bonus during the Card Anniversary Month that is 12 months after you first open your American Express Platinum Card and subsequent Annual Engagement Bonuses will be paid annually thereafter.

**If you have a Morgan Stanley Debit Card issued in connection with your Platinum CashPlus Account:**

- You must be the Morgan Stanley Debit Card holder and your Morgan Stanley Debit Card must be active at the time the Annual Engagement Bonus is paid.
- There is a total spend requirement of at least \$100,000 (“Total Spend”) on one or more Morgan Stanley Debit Cards in your name. Total Spend can be in a single eligible Platinum CashPlus Account or aggregated across more than one Platinum CashPlus Account within your ALG, however, Total Spend will be calculated only on Morgan Stanley Debit Cards in your name.
- Total Spend does not include certain fees such as ATM fees, Foreign Exchange fees, ATM withdrawals, cash advances, amounts subject to chargebacks, or purchases of any cash equivalents (such as gift cards, travelers checks, money orders, etc.).
- Total spend includes all settled eligible purchases on debit cards, in your name, during a calendar year based upon the Platinum CashPlus Accounts in your ALG. To be included in Total Spend calculation, a Platinum CashPlus Account must remain open as of December 31<sup>st</sup> and must be open at the time of the Annual Engagement Bonus is being paid.
- The Annual Engagement Bonus will typically be paid in January of the calendar year following the year in which the aggregate Morgan Stanley Debit Card Total Spend occurred.

**Restrictions applicable to the Annual Engagement Bonus (for both American Express Platinum Card holders and Morgan Stanley Debit Card holders)**

- Morgan Stanley will pay **only one** Annual Engagement Bonus per client per year.
- Morgan Stanley will pay **only one** Annual Engagement Bonus per ALG.
- You are limited to one Annual Engagement Bonus even if you are a member of more than one ALG, or if you or other members of your ALG are holders of both the Morgan Stanley American Express Platinum Card and the Morgan Stanley Debit Card and meet the Annual Engagement Bonus criteria on both cards.
- In order to receive the Annual Engagement Bonus, you must have an open Platinum CashPlus Account and, depending on which Annual Engagement Bonus you have earned, an active qualifying American Express Platinum Card or an active Morgan Stanley Debit Card in your name at the time the payment is scheduled.
- Morgan Stanley generally intends to treat the Annual Engagement Bonus, in whole or in part, as a rebate of Morgan Stanley fees you paid within the same calendar year, including certain account, service and investment advisory fees. However, depending upon several factors, including the amount of your Morgan Stanley fees which can be rebated, all or a portion of the Annual Engagement Bonus may be subject to income tax and Morgan Stanley may be required to report all or a portion of it as taxable income on Form 1099 (or, if you are a non-U.S. person, on Form 1042-S). The Annual Engagement Bonus may be subject to 24% backup withholding if your account is not properly documented with a valid Form W-8 or Form W-9. In addition, if you are a non-U.S. person, the Annual Engagement Bonus will be subject to withholding at a rate of 30%, unless you are eligible for a reduced rate of withholding under an applicable U.S. tax treaty. You should consult your tax advisor regarding tax implications of any awards, including the Annual Engagement Bonus.

**Bank Deposit Program**

The Morgan Stanley Bank Deposit Program will be your sweep investment. Under the Bank Deposit Program, cash balances held in your CashPlus Account(s) are automatically deposited (swept) into an interest-bearing FDIC-insured deposit account(s), at one or more Sweep Banks. Cash balances generally include the uninvested cash in your CashPlus Account(s) minus certain items such as purchase transactions due to settle within a specified time period, other charges to your CashPlus Account(s), and cash balances that are specifically designated to cover your obligations. The Bank Deposit Program is described in your account opening materials, as well as in the Bank Deposit Program Disclosure Statement which can be found at [https://www.morganstanley.com/content/dam/msdotcom/en/wealth-disclosures/pdfs/BDP\\_disclosure.pdf](https://www.morganstanley.com/content/dam/msdotcom/en/wealth-disclosures/pdfs/BDP_disclosure.pdf) and which will be provided to you upon your first deposit into the Bank Deposit Program.

For information on FDIC coverage, please see the Comprehensive Protections section above.

**The Morgan Stanley Mobile App\***

The Morgan Stanley Mobile App is currently available for iPhone® and iPad® from the App Store<sup>SM</sup> and Android™ on Google Play™. Standard messaging and data rates from your communications service provider may apply.

Send Money with Zelle (“Zelle”) is available on the Morgan Stanley Mobile App for iPhone and Android. Enrollment is required and dollar and frequency limits may apply. Domestic fund transfers must be made

from an eligible account at Morgan Stanley to a domestic account at another financial institution.

Morgan Stanley maintains arrangements with JP Morgan Chase Bank, N.A. and UMB Bank, n.a., as NACHA-participating depository financial institutions for the processing of transfers on Zelle. Data connection required, and message and data rates may apply, including those from your communications service provider. See the Send Money with Zelle terms for details. Zelle and the Zelle-related marks are wholly owned by Early Warning Services, LLC and are used herein under license. Morgan Stanley is not affiliated with Zelle.

## Intended Use

Morgan Stanley CashPlus Account(s) is intended to be used for holding short-term assets, for spending and short-term savings and investment purposes. As a brokerage account, your CashPlus Account(s) provides the opportunity to purchase a range of short-term investment vehicles that may be appropriate for these purposes.

## Abusive and Excessive Use

Morgan Stanley reserves the right to revoke any account features (e.g., Annual Engagement Bonus) and/or close your CashPlus Account(s) for usage that we, in our discretion, deem to be abusive or excessive. Examples of such behavior include, but are not limited to:

- Excessive ATM fees as a result of multiple, small withdrawals in a 24-hour period;
- Excessive foreign exchange conversions;
- Frequent in and out cash movement of similar amounts; or
- Using the CashPlus Account in a manner other than its intended use.

\* Subject to certain Terms and Conditions found on the Morgan Stanley App.

Morgan Stanley Smith Barney LLC is a registered broker-dealer, not a bank. Where appropriate, we have entered into arrangements with licensed banks and other third parties to assist in offering certain services. U.S. bank-issued certificates of deposit purchased through Morgan Stanley, the Savings Program deposits, GlobalCurrency deposits and deposits in the Bank Deposit Program are insured by the FDIC up to applicable limits. **All other investment products are not FDIC insured, are not a deposit or other obligation of a depository institution, and are not guaranteed by a depository institution. You further understand that all other investment products are subject to investment risks, including the possible loss of the principal amount invested.**

© 2025 Morgan Stanley Smith Barney LLC. Member SIPC.

# Morgan Stanley

CASHPLUS ACCOUNT DISCLOSURE STATEMENT  
(11/2025) PBGCPDS