

## **Disclosures Regarding Spot Foreign Exchange Practices**

Cantor Fitzgerald Securities (“CFS”) would like to highlight how it currently responds to your electronic trade requests in spot foreign exchange (“FX”) instruments. All executed trades are subject to acceptance by CFS’s prime broker who will become your credit counterparty.

CFS displays prices to you in spot FX instruments which represent CFS’s interest, however these prices are generally based on our ability to source liquidity in the marketplace. When you send CFS a trade request, CFS may in turn send a trade request to an external liquidity provider. These liquidity providers may apply a pre-execution control commonly referred to in the FX industry as “last look.” Last look allows the liquidity provider to identify whether the price of an execution meets certain criteria. If the price exceeds pre-defined parameters, the trade may be rejected. If a liquidity provider rejects CFS’s trade request, CFS may in turn reject your trade request.

In addition, CFS may choose to respond to your trade request without attempting to access an external liquidity provider. When responding, CFS may apply its own “last look” to your trade request. If the execution price exceeds certain pre-defined parameters, your trade request may be rejected.

Should CFS reject your trade request, you will receive a notification. You may contact your CFS sales representative to request an explanation for such rejection. Upon request, CFS may also provide a summary of certain statistics (*e.g.*, “fill” or “rejection” rates) relating to your trading activity with CFS. CFS has no obligation to update these disclosures.