

## Baird Cash Sweep Program Disclosure

Robert W. Baird & Co. Incorporated (“Baird” or “we” or “us”) maintains a Cash Sweep Program that provides its clients (“client” or “you”) the opportunity to earn income on available cash balances held in your Baird accounts (each an “Account”). Baird’s Cash Sweep Program consists of two features whereby, subject to eligibility, a client’s available cash will be automatically: (i) deposited in an account maintained at one or more banks selected by Baird (the “Bank Sweep Feature”), and (ii) used to purchase shares of one or more money market mutual funds Baird makes available (the “Money Market Fund Feature”) (the Bank Sweep Feature and Money Market Fund Feature, together comprise the “Cash Sweep Account Features”).

Clients affirmatively consent to participation in Baird’s Cash Sweep Program by signing an account agreement with Baird, but may revoke this consent at any time by contacting a Baird Financial Advisor. Because participation in the Cash Sweep Program is automatic when a client signs an account agreement with Baird, no advice or recommendations are made concerning the decision to participate. Other short-term, cash-equivalent investments may be available to you through Baird. However, such other investments are not part of Baird’s Cash Sweep Program and will not offer an automatic sweep feature. For more information, please contact your Baird Financial Advisor or visit [rwbaird.com/moneymarkets](http://rwbaird.com/moneymarkets).

### **Program Description and Features**

Generally, participants in the Cash Sweep Program will have their available cash balances swept into an interest-bearing deposit account (a “Deposit Account”) held at one or more banks (each a “Bank”) selected by Baird under the Bank Sweep Feature. However, Clients with: (i) cash held in ERISA qualified plans, IRAs and other tax-exempt retirement plan Accounts (each a “Tax Qualified Account”) with which Baird has an investment advisory relationship, and (ii) cash in excess of FDIC Coverage Limits (as defined below), will have available cash swept into one or more money market mutual funds (each a “Fund”) selected by Baird under the Money Market Fund Feature. Subject to eligibility requirements, you may request a different Cash Sweep Account Feature, including the use of one or more Funds Baird makes available under the Money Market Fund Feature, at any time by contacting your Baird Financial Advisor. A summary of the current rules for eligibility, as well as the Banks and/or Funds into which your cash will be swept (absent directions to the contrary), can be found at [rwbaird.com/moneymarkets](http://rwbaird.com/moneymarkets).

Each Cash Sweep Account Feature provides a distinct rate of return, is subject to unique risks and is afforded different protections. A brief discussion of each Cash Sweep Program Feature follows below.

### **Bank Sweep Feature**

As discussed above, as a participant in Baird’s Cash Sweep Program, you will generally have your available cash balances automatically deposited into a Deposit Account at a Bank up to an amount that is below the maximum Federal Deposit Insurance Corporation (“FDIC”) insurance coverage limit (the “FDIC Coverage Limit”) per depositor in each insurable capacity (such as, for instance, individual or joint). Unless you have instructed Baird to the contrary, your cash in excess of the applicable FDIC Coverage Limit, will be swept into an available Fund under the Money Market Fund Feature. For more information about FDIC Insurance limits, see the section titled “FDIC Deposit Insurance Information Statement” below or contact your Baird Financial Advisor. Please note that in determining the applicable FDIC

insurance limits for you, Baird only considers the cash in your Accounts at Baird. If eligible, you may request that your cash be swept into a Fund under the Money Market Fund Feature.

Currently, Baird maintains Deposit Accounts for the Bank Sweep Feature with U.S. Bank National Association (“U.S. Bank”) and CIBC Bank USA (“CIBC”). Each of the Banks is subject to regulation and examination by federal banking authorities and is considered “well-capitalized” under applicable federal banking regulations. U.S. Bank is a subsidiary of U.S. Bancorp, a diversified financial services holding company (NYSE: USB); and CIBC is a subsidiary of Canadian Imperial Bank of Commerce, a leading Canadian-based diversified financial services institution (NYSE: CM; TSX: CM).

A Deposit Account is not a “transaction account” within the meaning of Federal Reserve Board Regulation D or a transaction account substitute. Your transaction capabilities with respect to the Bank Sweep Feature are limited. Deposit Accounts are not subject to market risk or loss of value but are subject to the risk of the Bank’s failure. As described in more detail below, in the unlikely event a Bank fails, your funds held in a Deposit Account at the Bank will be insured by the FDIC up to applicable limits.

### **Money Market Fund Feature**

The Funds Baird makes available for the Money Market Fund Option include taxable and federally tax-exempt funds offered or sponsored by Dreyfus. For a complete listing of the Funds in which, subject to eligibility, your cash is automatically invested or, at your option, can be invested, including access to Fund prospectuses, please visit [rwbaird.com/moneymarkets](http://rwbaird.com/moneymarkets) or contact your Baird Financial Advisor. If you are eligible for the Money Market Fund Feature, you will receive a prospectus describing your Fund prior to or at the same time your cash is invested.

Money market mutual funds are registered with the Securities and Exchange Commission pursuant to the Investment Company Act of 1940, which imposes special rules on such funds. Money market mutual funds invest in high quality, short-term securities and seek to maintain a stable net asset value, but are subject to market risks and potential loss of value. **Investors should consider the investment objectives, risks, charges and expenses of each money market mutual fund carefully before investing. This and other information is found in the prospectus or summary prospectus for the Fund. Please contact your Baird Financial Advisor for a prospectus or summary prospectus, and read it carefully before investing.**

The Funds are not bank accounts and are not insured or guaranteed by the FDIC or any other government agency. However, as described in more detail below, the Funds are protected by Securities Investor Protection Corporation (“SIPC”) as well as Baird’s policy in excess of SIPC limits up to applicable limits.

### **Cash Sweep Program Administration**

#### **Timing of Sweeps and Deposit of Cash Sweep Assets**

Participants in the Cash Sweep Program will have their available cash balances automatically deposited by Baird into the applicable Cash Sweep Account Feature on the first business day of each week unless you maintain a Tax Qualified Account or other type of account in which available cash balances will be automatically deposited daily.

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### *Withdrawal of Cash Sweep Assets*

To withdraw cash from any of the Cash Sweep Account Features, please contact your Baird Financial Advisor. Baird may withdraw cash from your Account (including your Cash Sweep Account Feature) to pay applicable fees and commissions, to effect the settlement of transactions such as securities purchases, checks, wire transfers or debit card purchases made in your Account and for other purposes stated in your account agreement with us or as permitted by law. Baird will generally first use any free credit balances in your Account before withdrawing funds from your Cash Sweep Account Feature.

Under federal rules and regulations, a Bank reserves the right to require Baird to provide the Bank with seven days prior notice before withdrawing cash from any Deposit Account. While no Bank is currently imposing the seven day notice requirement on withdrawals of Bank Sweep Feature assets, one or more could do so in the future. If a Bank does impose this prior notice requirement, your funds in the Bank Sweep Feature could be at risk in the unlikely event a Bank fails to the extent your funds are not covered by FDIC insurance.

### *Client Rates of Return*

The yields and rates of return for Bank Deposit Accounts are different, and may be lower or higher, than the yields and rates of return for the Funds. Following is a discussion of the characteristics and administration of the Cash Sweep Program as well as a discussion of client rates of return.

### *Bank Sweep Feature*

Interest rates paid on your cash balances swept under the Bank Sweep Feature are determined daily by Baird based upon a variety of factors including the interest rate paid by the Banks on the aggregate balances of the Deposit Accounts, the fees deducted by Baird out of such interest rates for certain administrative accounting, recordkeeping and other services, and prevailing economic and business conditions. The interest rates that are offered to you through the Bank Sweep Feature are “tiered” and also vary based on the aggregate value of accounts in your household. Your “household” includes your Account(s) and any accounts related to you that share the same address and, at your request, are consolidated by Baird for mailing purposes.

The deposit account balances of clients with household account values in the higher tiers will receive at least the same or higher interest rates than the account balances of clients with household account values in the lower tiers. The rate of interest you will earn may, therefore, potentially be subject to significant and frequent change.

Interest accrues and is compounded daily beginning on the day the Bank receives funds from Baird. Accrued interest is credited to your Account on the last business day of each month. Withdrawals, which must be effected through Baird, are permitted on any business day, without penalty, and interest is paid through the day prior to the day of withdrawal.

The tier applicable to your and other clients’ household accounts will be determined by Baird on a monthly basis calculated as of the last business day of the preceding calendar month. The interest rate tiers are currently as follows (amounts shown represent the value of the assets in the household accounts):

- Tier 1: Less than \$250,000

- Tier 2: \$250,000 - \$999,999
- Tier 3: \$1,000,000 - \$1,999,999
- Tier 4: \$2,000,000 - \$4,999,999
- Tier 5: \$5,000,000 or greater

Although interest rates may change daily, the interest rate tier applicable to your household accounts will be determined monthly. However, when you open an Account and the aggregate value of the assets (net of liabilities) in your household accounts at that time is less than \$250,000, your available cash balances will be deposited in a Deposit Account at U.S. Bank and bear interest at the rate offered to Household Accounts in Tier 2 until the end of the calendar month during which assets are initially deposited or transferred in the Account, although Baird may determine the interest rate tier earlier if the amount that has been or will be so deposited or transferred is then determinable. After that time, future cash balances will earn interest at the tier applicable to the aggregate value of the net assets in your household accounts.

Baird currently deposits cash from Accounts with which Baird has a brokerage relationship and having aggregate household account value in Tier 1 into a Deposit Account maintained at CIBC. For clients having household account values in all other tiers, available cash will be deposited into a Deposit Account at U.S. Bank. Accounts participating in the Bank Sweep Feature and with which Baird has an investment advisory relationship will also have available cash deposited into a Deposit Account at U.S. Bank and will receive no less than the rate offered to clients with a household account value in Tier 2 regardless of the size of such client’s household value.

Baird may change the interest rate tiers (including the aggregate value of assets in household accounts that define each tier) with prior notice to you. Current interest rate and tier information are available on Baird’s website at [rwbaird.com/moneymarkets](http://rwbaird.com/moneymarkets) or by contacting your Baird Financial Advisor.

### *Money Market Fund Feature*

As described above under “Program Description and Features,” before having cash swept to a Fund under the Money Market Fund Feature, most clients will have available cash up to FDIC Coverage Limits swept to a Bank under the Bank Sweep Feature, although eligible clients may request that their cash be swept to a Fund under the Money Market Feature. Your deposits in the Money Market Fund Feature, if any, will earn dividends based on the interest and income realized by the Funds’ underlying investments. The dividends earned on the shares in the Funds will not be payable in cash but will be reinvested each month in additional shares of the applicable Fund at the then-current net asset value. You should bear in mind that the rates of return you receive on your Fund selections will vary from Fund to Fund, because such rates are based on the investments made by the Funds net of such Fund’s operating expenses. Some Funds invest in certain securities, the income from which is exempt from federal and/or state income tax. The rates of return on Funds will differ from the interest rates available in the Bank Sweep Feature.

Certain clients are eligible to sweep cash to institutional share classes of Funds made available by Baird based on account type and the size of your household cash balances. For instance, if your household cash balances exceed \$5,000,000, you will automatically have cash balances eligible for the Money Market Feature held in your brokerage Accounts swept into institutional shares of the Dreyfus

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Government Securities Cash Management Fund (DIPXX), and cash balances eligible for the Money Market Feature held in your Accounts with an investment advisory relationship with Baird swept into institutional shares of the Dreyfus Government Cash Management Fund (DGCXX). These Funds generally offer lower fund expenses and may pay a higher yield than other Funds made available under the Money Market Fund Feature.

There is no guarantee that the rate of return or the yields will equal or exceed rates of return or yields available at other financial institutions or invested in other similar products. Yields fluctuate, and past performance is no guarantee of future results. For more information about the current rate of interest or yield you are receiving in the Money Market Fund Feature and current rates of return offered by other cash alternatives, please visit our website at [rwbaird.com/moneymarkets](http://rwbaird.com/moneymarkets) where interest rates and yields are posted daily, or contact your Baird Financial Advisor.

**An investment in a money market fund is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. Although money market funds typically seek to preserve the value of an investment at \$1.00 per share, there can be no assurance that will occur, and it is possible to lose money should the fund value per share fall.**

### *Important Disclosures*

While a money market mutual fund is bound by fiduciary obligations to its shareholders to seek the highest rates prudently available, a bank sponsoring an insured deposit account is under no such duty and may instead seek to pay as low a rate as possible consistent with its views of competitive necessities. There is not necessarily any linkage between rates of interest on bank deposit accounts and those prevailing in the market, including money market mutual fund rates.

### *Baird's Role and Affiliations*

Baird will act as your agent for the purpose of administration of the Cash Sweep Program as further described below. Depending on the type of Cash Sweep Account Feature, an omnibus account will be established at the Bank or the Fund in the name of "Robert W. Baird & Co., as agent and custodian, for the exclusive benefit of its customers who are acting for themselves and others," into which your available cash balances will be deposited. Baird will maintain records identifying you as the owner of your cash balances or Fund in the omnibus account. Your interest in the omnibus account will be in book-entry form, and no passbook or other certificate will be issued to you by the Bank, the Fund or Baird. Deposits or withdrawals will be reflected in your Account at Baird and described in your monthly Baird Account statement.

Deposits, withdrawals and other transactions in the Account can be processed only through Baird. The Deposit Account held at the Bank is a direct obligation of the Bank and not an obligation of Baird. In addition, Baird does not serve as investment adviser, distributor, transfer agent or custodian for any of the money market mutual funds offered in the Money Market Fund Feature. While neither the Banks nor the Funds are affiliated with Baird, Baird may, from time to time, own securities issued by the Banks or the Fund sponsors and may have other business relationships with them.

### *Protection of Client Funds*

#### *SIPC Coverage*

SIPC would protect any securities or cash in your account at Baird that cannot be accounted for, up to \$500,000 per customer (including a maximum of \$250,000 for eligible cash claims), in the event of Baird's insolvency. SIPC coverage contains certain limitations and eligibility requirements that may affect the amount you ultimately receive. For additional protection, Baird offers coverage in excess of SIPC limits through an insurance policy purchased through Lloyd's of London. The Lloyd's policy has an aggregate coverage limit of \$250 million for all claims of Baird customers eligible for distributions under the Securities Investor Protection Act. The policy has a sublimit of \$1.9 million per customer for cash awaiting reinvestment. Money market mutual funds (including those offered through the Money Market Fund Feature) are regarded as securities for purposes of SIPC coverage and Baird's policy in excess of SIPC limits. However, your balances that have been deposited into a Deposit Account at a Bank under the Cash Sweep Program are covered by the FDIC up to applicable limits in the event of a Bank failure, and not by SIPC or Baird's policy in excess of SIPC limits. Neither the coverage provided by SIPC nor the policy in excess of SIPC limits protects your assets from a decline in value due to market fluctuations.

Additional SIPC information may be obtained by contacting SIPC at 1-202-371-8300, by letter (Securities Investor Protection Corporation, 805 15th Street, N.W., Suite 800, Washington, D.C. 20005-2215) or by accessing the SIPC website at [www.sipc.org](http://www.sipc.org). You may also contact your Baird Financial Advisor for assistance.

#### *FDIC Deposit Insurance Information Statement*

Deposits in the Bank Sweep Feature at the Bank are insured by the FDIC, subject to applicable limits in the event of a Bank failure. FDIC insurance is backed by the full faith and credit of the United States government. Under FDIC deposit insurance "pass-through" rules, funds owned by you and deposited into the Bank in Baird's name with Baird identified as your agent, custodian or nominee are insured as if deposited in your name.

In the event that insurance payments are made with respect to a Deposit Account, you will be entitled to receive the principal plus accrued interest without any penalty as soon as possible. There can be no assurance however as to the timeliness of any such payment after the date a claim for such insurance payment is made. Moreover, you may be required to provide certain documentation to the FDIC and Baird before such a payment is made.

#### Applicable Limits

Your deposits in a Deposit Account at a Bank are insured by the FDIC up to \$250,000 per depositor, including principal and interest. Additionally, if your deposits are in a joint account, which is an account owned by two or more people with equal withdrawal rights, then your share of that account will be insured up to \$250,000. This means that, if a husband and wife have a joint account with deposits in the Account, those deposits are insured up to \$250,000 for each spouse, for a total of \$500,000.

Deposits in the Deposit Account at the Bank for certain "self-directed" retirement accounts are also insured up to \$250,000. This insurance coverage applies primarily to traditional and Roth IRAs, Simplified Employee Pension (SEP) accounts, self-directed Keogh accounts, "Section 457" deferred compensation plan accounts and self-directed

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defined contribution plan accounts (primarily 401(k) accounts). In general, an account or plan is self-directed if the person chooses how and where the money is deposited.

The FDIC has special rules for determining insurance coverage for deposits of revocable and irrevocable trust, corporate, partnership, employee benefit plan and government accounts, as described below.

### Aggregation of Deposits at a Bank

Any deposits, including deposits in checking, savings and NOW accounts, money market deposit accounts and time deposits (such as certificates of deposit), that you maintain directly with the Bank or through an intermediary (such as Baird or another broker) in the same capacity with the Bank will be aggregated with your Deposit Account assets at the Bank for purposes of the FDIC insurance limit of \$250,000 per depositor. The insurance limits apply to deposits for each type of "account." For example, deposits at the Bank for all single accounts owned in your name alone are aggregated for purposes of the \$250,000 limit on those accounts. Deposits attributable to your share of all joint accounts are likewise aggregated for purposes of the \$250,000 limit on joint accounts, but are not aggregated with your single accounts. In addition, if you have multiple self-directed retirement accounts, the deposits are combined for purposes of the \$250,000 limit, but they are not combined with other accounts in your name.

Total deposits exceeding \$250,000 per depositor may not be fully insured by the FDIC. However, as described below, your interest in certain other types of deposits may be entitled to additional, separate deposit insurance. You are responsible for monitoring the total amount of other deposits that you have with the Bank in order to determine the extent of deposit insurance coverage available to you. Baird is not responsible for any insured or uninsured portion of your deposits at the Bank.

### Employee Benefit Plan Deposits

If your deposits at the Bank consist of retirement and employee benefit plan assets, the Account assets will qualify for "pass-through" insurance from the FDIC. "Pass-through" insurance means that the insurance "passes through" from the depositor of the plan assets (i.e., Baird) to each participant who has an interest in the plan deposits (i.e., the insurance coverage interest passes through Baird, as depositor, to you if your deposits at the Bank consist of retirement and employee benefit plan assets and meet the requirements further outlined below). Funds from pension, profit sharing and other employee benefit plans that qualify under section 3(3) of the Employee Retirement Income Security Act of 1974 are eligible for "pass-through" insurance coverage. The types of plans for which deposits may receive "pass-through" treatment include:

- Defined Contribution Plans, in which each participant has one or more accounts made up of contributions from the participant and/or employer that are not self-directed;
- Defined Benefit Plans, in which the employer is obligated to pay a retired employee a certain benefit amount, which is often based on the employee's years of service and salary at the time of retirement;
- Employee Welfare Plans or Welfare Benefit Plans, which are established by an employer or union in order to provide employees with medical, health, hospitalization benefits, or income, in the

event of sickness, accident, or death. Welfare plans generally are funded through a trust; and

- Keogh Accounts, which qualify under Section 401(d) of the Internal Revenue Code of 1986 that are not self-directed. The words "Keogh" or "HR10" typically appear in the title of the employee benefit plan. This type of plan allows the employer to make contributions to an individual's retirement account.

Deposits of retirement and employee benefit plans are generally insured by the FDIC up to \$250,000 for the "non-contingent" interest of each plan participant. A "non-contingent" interest means an interest capable of determination without evaluation of contingencies other than life expectancy. Thus, instead of a plan's deposits at one depository institution being entitled to only \$250,000 of insurance in total per institution, each plan participant is entitled to insurance for his or her non-contingent interest in the plan's deposits at a depository institution up to \$250,000 per institution (subject to certain FDIC aggregation rules, as discussed below).

All non-contingent interests of plan participants are considered to be fully vested for FDIC insurance purposes. The contingent interests of employees in a plan and overfunded amounts of a plan ("overfunded amounts of a plan" means any portion of an employee benefit plan's deposits that is not attributable to the interests of the beneficiaries under the plan) are not insured on a "pass-through" basis. The contingent interests of employees in a plan and the overfunded amounts of a plan are aggregated together for purposes of determining deposit insurance at the Bank, and payment by the FDIC with respect to all such interest shall not exceed \$250,000, in the aggregate, for all of your Bank account interests that are deemed contingent interests in a plan or overfunded amounts of a plan.

Please note that even though your non-contingent interests in the plan deposits made by Baird at the Bank may qualify for "pass-through" insurance, your non-contingent interests in the plan deposits may not be fully insured up to \$250,000. There are FDIC rules that aggregate certain types of deposits held at the same depository institution for insurance purposes, and the application of these rules will determine if your non-contingent interest in a plan is insured up to \$250,000.

Under FDIC rules, the "pass-through" insurance on your interest in any employee benefit plan account is generally in addition to FDIC insurance on other categories of accounts held by you at the Bank. For example, if you have an interest in an employee benefit plan account that is eligible for "pass-through" insurance and you have a single ownership account at the Bank, your interest in the employee benefit plan account would be insured up to \$250,000 and your interest in the single ownership account would be insured up to \$250,000.

However, if you have an interest in multiple employee benefit plans that were established by the same organization and that are held by the Bank, all of your interests in each applicable account at the Bank will be aggregated together for determining availability of insurance. If you have an employee benefit plan account interest at the Bank that is entitled to "pass-through" coverage, any interests you may have in any other employee benefit plan established by the same employer or employee organization (such as a union) that is deposited at the Bank are combined and insured up to a total of \$250,000. For example, if a company deposits funds of both its

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pension plan and its profit-sharing plan at the same depository institution, the ownership interests of a participant who has interests in both plans would be added together and insured up to \$250,000.

### Certain Retirement Accounts

In addition, if you have interests in a combination of an IRA, a self-directed Keogh, a Section 457 deferred compensation plan or a self-directed defined contribution plan, such as a 401(k) plan, on deposit at the Bank, all such interests are aggregated when determining deposit insurance coverage. The total amount of all these retirement funds is insured to a limit of \$250,000 per insured institution. In addition, if you are a participant in a retirement plan and have the right to choose a deposit account at the Bank as an investment, or if the plan has as its default option a deposit account at the Bank, the FDIC would consider your account to be self-directed and those deposits are aggregated with your other self-directed retirement account deposits at the Bank.

### Corporate/Partnership/Unincorporated Association Accounts

Deposits owned by a corporation, limited liability company, partnership or unincorporated association are insured up to \$250,000, separately from the personal accounts of the entity's stockholders, members or partners. Please note that accounts in the names of sole proprietorships (e.g., "DBA" accounts) are not insured in this category but are added to the owner's other single accounts. Accounts owned by the same corporation, partnership or unincorporated association at the Bank but designated for different purposes or different divisions or business units are not separately insured. Instead, such accounts are added together and insured up to the \$250,000 limit.

### Revocable Trust Accounts

Deposits in accounts of revocable trusts, such as "payable-on-death" accounts, Totten trusts and living, family, marital or generation-skipping trusts, are insured up to \$250,000 per owner (e.g., settlor or grantor) for each beneficiary named in the trust so long as the beneficiary is a natural person, charity or other non-profit organization. Contingent or alternative beneficiaries are not entitled to insurance protection if the primary or initial beneficiaries are still living. This \$250,000 per beneficiary limit applies to all formal and informal revocable trust accounts that an owner has at the same bank. The insurance coverage for each owner of a revocable trust is calculated based on the number of beneficiaries, not based on the combined number of owners and beneficiaries. If a revocable trust has one owner and names multiple eligible beneficiaries, that account is insured up to \$250,000 for each beneficiary. If the trust has more than one owner (e.g., husband and wife) with multiple beneficiaries, each owner is entitled to \$250,000 for each beneficiary. For example, if a living trust owned by a husband and wife names their three children as beneficiaries, the account will be insured up to \$1,500,000 because each of the husband and wife is entitled to \$250,000 of insurance for each of the children. For revocable trusts with more than five beneficiaries, the FDIC insurance per owner is limited to the greater of \$1,250,000 or the aggregate amount of the beneficiaries' interests in the trust, limited to \$250,000 per beneficiary.

The FDIC will assume that the owners' shares and the beneficiaries' interests are equal unless otherwise stated in the trust agreement or other account documentation held by Baird. There are special rules when the interests are not equal.

Please note that all deposits that an owner has in all formal and informal revocable trusts are added together for insurance purposes.

### Irrevocable Trust Accounts

The interests of each beneficiary in all deposit accounts established by the same grantor and held at the same insured bank under an irrevocable trust are combined and insured up to \$250,000, so long as the beneficiary is named or otherwise identifiable, the interests of the beneficiary are not contingent and certain other conditions are met. An irrevocable trust is a trust established by statute or written agreement in which the grantor contributes funds and/or other property to the trust and relinquishes all power to revoke the trust. If the conditions for "per beneficiary" insurance are not met, the coverage for the entire trust is limited to \$250,000. Irrevocable trusts often contain conditions that affect the interests of the beneficiaries or enable a trustee or beneficiary to invade the principal. As a result, deposit insurance on a per beneficiary basis may not be available.

The interests of a beneficiary in all deposit accounts established by the same grantor and held at the same insured bank under an irrevocable trust are added together for purposes of the \$250,000 insurance limit.

### More Information

The foregoing description of the availability of FDIC insurance for available cash deposited at the Bank is not a comprehensive discussion of the FDIC insurance rules that may apply to your situation. If you have questions about how your interest in the deposits will be insured, please contact your Baird Financial Advisor. Additional FDIC information may be obtained by contacting the FDIC Call Center at 1-877-ASK-FDIC (1-877-275-3342, 1-800-925-4618 [TDD]), by letter (FDIC, Deposit Insurance Outreach/Division of Supervision and Consumer Protection, 550 17th Street, N.W., Washington, DC 20429-9990), by e-mail (webmaster@fdic.gov), or by accessing the FDIC website at [www.fdic.gov](http://www.fdic.gov).

### *Client's Responsibility*

**Please note you are responsible for monitoring the total amount of deposits you have with the Bank in order to determine the extent of FDIC insurance coverage available to you and/or the extent of available protection under SIPC.** Baird is not responsible for any insured or uninsured portion of your assets. You may wish to seek advice from your own attorney concerning FDIC insurance of deposits held in more than one capacity or the extent of the protection offered by SIPC and Baird's coverage in excess of SIPC limits.

### ***Compensation and Benefits to Baird***

Baird offers the Cash Sweep Program as an additional service to you and at no separate charge. Baird does not charge you any fees or commissions in connection with your participation in the Cash Sweep Program or your deposits into or withdrawals from the Bank Sweep Feature or the Money Market Fund Feature. However, Baird receives a fee for the provision of certain administrative, accounting, recordkeeping and other services in connection with the administration of the Cash Sweep Program. This fee is deducted from the interest agreed to be paid by the Banks on the aggregate balances in the Deposit Accounts. This fee is not separately negotiated, is determined by Baird and may be changed by Baird at any time. The fee paid to Baird on amounts held in the Bank Sweep Feature, determined on a weighted average basis across the various interest



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rate tiers, may be up to 2.00%, annualized, of the daily deposit balances held in the Bank Sweep Feature. Through the Money Market Fund Feature, Baird receives compensation from the Funds and their sponsors, which may vary by Fund. The compensation and other economic benefits that Baird receives by offering the Money Market Fund Feature may range from 0.13% to 0.96%, annualized, of the value of your and other client assets invested in the particular Funds. Baird may waive receipt of any or all of this compensation.

Baird makes money on the Cash Sweep Program because the fees and other compensation Baird receives for the services it provides in connection with the Bank Sweep Feature and Money Market Fund Feature exceed the costs of providing those services. The benefits that Baird receives from the Bank Sweep Feature and the Money Market Fund Feature also give Baird a financial incentive to recommend that Clients participate in the Cash Sweep Program. Baird generally does not share a portion of the benefits it receives from the Cash Sweep Program with its Financial Advisors.

### ***Changes to the Cash Sweep Program***

Baird may discontinue or modify the terms and conditions of the Cash Sweep Program and may modify the Banks or Funds offered therein in Baird's sole discretion. If Baird makes a material change to the Cash Sweep Program, when a particular money market mutual fund is closed to new investment or when Baird otherwise believes it is in your best interest to do so, Baird will provide notice to you and, if applicable, identify options you may take to transfer balances from one Cash Sweep Program option to another.

### ***Additional Information***

For additional information, visit [rwbaird.com/moneymarkets](http://rwbaird.com/moneymarkets), or contact your Baird Financial Advisor.