



COMMONWEALTH *financial network*

**COMMONWEALTH FINANCIAL NETWORK®
BANK DEPOSIT SWEEP PROGRAM (BDSPSM)
DISCLOSURE DOCUMENT**

May 2010

This section highlights certain key features of the Bank Deposit Sweep Program. Please read the complete Disclosure Document before you decide to participate in the Program. You should consult Commonwealth Financial Network® (“Commonwealth”) or your financial advisor for more information.

Program Summary		
How the Program Works	The Bank Deposit Sweep Program (“Program” or “BDSP”) is the default core account investment vehicle used to hold your cash balance while awaiting reinvestment for eligible accounts. The cash balance in your eligible Brokerage Account(s) (as defined in the “Introduction” section below) will be deposited automatically or “swept” into interest-bearing FDIC-insurance eligible Program deposit accounts (“Deposit Accounts”) at one or more FDIC-insured financial institutions set forth in Appendix A (each a “Program Bank” or collectively, “Program Banks”).	Page 10
Eligibility	In order to be eligible for the BDSP, each beneficial owner of your Brokerage Accounts must be a natural person. Entities organized to make a profit, such as corporations, are not eligible for the Program.	Page 9
Available Sweep Options	The BDSP is the default core account investment vehicle for eligible account holders. The default core account investment vehicle for ineligible account holders will be the Fidelity Capital Reserves Prime Fund Money Market (FPRXX). If your account is a non-retirement account, you may elect the Fidelity Tax-Exempt Capital Reserves Money Market Fund (FERXX) or one of several state tax-exempt money market funds as your alternative core sweep investment vehicle.	Page 5
FDIC and SIPC Protection	<p>Your Program Deposit at Program Banks will be eligible for FDIC insurance in the manner and to the extent more fully described herein. You need to review and understand how FDIC insurance will apply to your Program Deposits. Your cash balance is only eligible for FDIC insurance once it becomes a “Program Deposit” held by a Program Bank.</p> <p>Your cash balance while held by our clearing broker, National Financial Services LLC (“NFS”) is not FDIC-insured, but is covered by the Securities Investor Protection Corporation (“SIPC”). This includes amounts in the cash balances placed in your Brokerage</p>	Pages 6 and 22

<p>FDIC and SIPC Protection <i>(continued)</i></p>	<p>Account that have not yet been received by a Program Bank or that have been swept from a Program Bank back to your Brokerage Account. SIPC currently protects these funds and securities up to \$500,000, including \$100,000 for claims for cash. Any securities held in your Brokerage Account, including money market mutual funds (as opposed to a Program Deposit held by a Program Bank) are investment products and, as such, (i) are not insured by the FDIC; (ii) carry no bank guarantees; and (iii) are subject to investment risk, including loss of principal amount invested.</p> <p>For additional information concerning SIPC coverage, please visit www.SIPC.org.</p> <p>Program Deposits are not covered by SIPC.</p>	
<p>Program Bank List</p>	<p>The Program Bank List that specifies the Program Banks into which your funds will be deposited and the order of the Program Banks that will receive your funds is set forth in Appendix A. The Program Bank List also indicates your Excess Deposit Bank (as defined below in the section entitled “Maximum Deposit Amount”), which will be utilized for deposits after the maximum deposit amount has been placed in all the Banks on your Program Bank List. To the extent your deposits in your Excess Deposit Bank exceed the applicable FDIC maximum coverage amount, these excess funds are ineligible for FDIC insurance. Program Deposits are not covered by SIPC.</p>	<p>Appendix A</p>
<p>Rate of Return</p>	<p>The interest rate for your Deposit Accounts (as defined in the “Introduction” section below) may be obtained from Commonwealth, your financial advisor, or at www.commonwealth.com. Your balances will earn the same rate of interest regardless of the Program Bank with which your funds are deposited. Your interest rate is based upon your Program Deposits in accordance with the attached Interest Rate Tiers, as determined by Commonwealth.</p> <p>Over any given period, the interest rates on the Program Deposits may be lower than the rate of return on other core account investment vehicles that are non-FDIC-insured or on bank account deposits offered outside the Program.</p>	<p>Page 16</p>

<p>Rate of Return <i>(continued)</i></p>	<p>Program Banks do not have a duty to offer the highest rates available or rates that are comparable to money market mutual funds. By comparison, money market mutual funds generally seek to achieve the highest rate of return consistent with their investment objectives, which can be found in their prospectuses.</p> <p>The Program should not be viewed as a long-term investment option. If you desire, as part of an investment strategy or otherwise, to maintain a cash position in your account for other than a short period of time and/or are seeking the highest yields currently available in the market for your cash balances, please contact your financial advisor to discuss investment options that may be available outside of the Program that may be better suited to your goals.</p>	
<p>Changes to Your Sweep Vehicle</p>	<p>Circumstances may require a change to your core account investment vehicle. Generally, you will receive notification in advance of changes to your core account investment vehicle. Account holders may initiate changes to their core account investment vehicle by contacting their financial advisor directly or by calling Commonwealth at 888.332.0712.</p>	<p>Page 19</p>
<p>Duty to Monitor</p>	<p>You are responsible for monitoring the total amount of deposits that you have with each Program Bank in order to determine the extent of FDIC insurance coverage available to you. Depending on the amount of deposits that you have at a Program Bank apart from your Program Deposits, you may wish to direct that such Bank be excluded from the Program Bank List applicable to you.</p>	<p>Page 12</p>
<p>Benefits to Commonwealth and Others</p>	<p>The BDSP creates financial benefits for us and NFS. We will receive a fee from each Program Bank in connection with the Program. We will also pay a fee to NFS. The revenue generated by us may be greater than revenues generated by sweep options at other brokerage firms, and may be greater than other core account investment vehicles currently available to you or possible core account investment vehicles that we have used in the past or may consider using in the future.</p>	<p>Page 21</p>
<p>Contact Information</p>	<p>You may contact your financial advisor or Commonwealth at 888.332.0712 or at 29 Sawyer Road, Waltham, MA 02453.</p>	

I. INTRODUCTION

Commonwealth Financial Network (referred to in this Document as “Commonwealth,” “Broker/Dealer,” “we,” “our,” or “us”) is providing this Bank Deposit Sweep Program Disclosure Document (“Disclosure Document”) to describe the investments we offer to you for your brokerage account held with us in conjunction with National Financial Services LLC (“NFS”) (“Brokerage Account”). The terms “account owner,” “you,” and “your” refer to the owner indicated on the account application. For joint accounts, these terms refer to all owners, collectively and individually. For trust accounts, these terms refer to both the entity and to all account owners. Your Brokerage Account has a core account that is used for settling securities transactions and holding credit balances. We may provide you with access to a variety of different cash sweep vehicles, including money market funds and bank deposit accounts (each a “core account investment vehicle”), that may be used to hold a cash balance that is awaiting reinvestment. The Bank Deposit Sweep Program (“BDSP” or the “Program”) is one such core account investment vehicle. This Disclosure Document explains the choices available to you for your core account investment vehicle for available cash balances (from deposits to your account, securities transactions, dividend and interest payments, and other activities) in your Brokerage Account.

Commonwealth offers the BDSP as the default core account investment vehicle for Brokerage Accounts that are eligible for the BDSP. Non-retirement accounts, however, may additionally select the Fidelity Tax-Exempt Capital Reserves Money Market (FERXX) or one of several state tax-exempt money market funds as their core account investment vehicle. Contact your financial advisor for the available state tax-exempt money market funds. Available cash in eligible Brokerage Accounts will be deposited through the BDSP into interest-bearing FDIC-insurance-eligible deposit accounts (“Deposit Accounts”) at one or more FDIC-insured depository institutions set forth on the list of depository institutions participating in the Program (each a “Program Bank” or “Bank”). The list of Banks participating in the Program (the “Program Bank List”) is shown in Appendix A, which will also be available from your financial advisor and at www.commonwealth.com.

Although we believe you will benefit from the FDIC insurance, Commonwealth will benefit financially from the BDSP. The Program Banks participating in the program will invest the bank account deposits in money market funds or similar investment but will credit your bank account with an interest rate that is less than what the bank earns on its investments. The bank will share a portion of its earnings on your bank account with Commonwealth. In turn, Commonwealth will pay a portion of its compensation from the bank to NFS. NFS is a New York Stock Exchange (“NYSE”) and Financial Industry Regulatory Authority (“FINRA”) member that we have engaged to provide custody and clearing services to us. NFS has also helped us to establish the BDSP. Before paying NFS, we anticipate our compensation from the BDSP will be not more than 2% on an annualized basis across all bank account deposits. Commonwealth will not pay any portion of its compensation from the bank to your financial advisor.

As more fully described in this Disclosure Document, your Brokerage Account with us is generally protected, up to applicable limits, by the Securities Investor Protection Corporation (the “SIPC”). At the time funds are deposited with one or more Banks through the Program, your investment in the Program is eligible, subject to the limitations described in this Disclosure Document, to be insured, up to applicable limits, by the Federal Deposit Insurance Corporation (the “FDIC”). **For a limited time, currently scheduled to end December 31, 2013, funds in the Deposit Accounts at each Bank are generally eligible for deposit insurance by the FDIC up to a total of \$250,000 principal and accrued interest per depositor in most insurable capacities (e.g., individual, joint) when aggregated with all other deposits held in the same insurable capacity at a Bank.** For example, funds in the Deposit Accounts at a Bank held by an individual are insured up to \$250,000, and funds in the Deposit Accounts at a Bank held jointly by two or more individuals are insured up to \$250,000 per joint owner. For IRAs, Section 457 Plans, and self-directed Keogh Plans, funds in the Deposit Accounts at each Bank are eligible for deposit insurance up to \$250,000 principal and accrued interest per depositor in the aggregate even in the event that the temporary increase in FDIC insurance coverage is not extended. Funds deposited in Deposit Accounts are not eligible for coverage by the SIPC.

On October 3, 2008, Congress, in the Emergency Economic Stabilization Act of 2008, temporarily increased the FDIC deposit insurance coverage maximum per insurable ownership capacity (the “Maximum Applicable FDIC Deposit Insurance Amount”) from \$100,000 to \$250,000 per deposit in any Bank through December 31, 2009 (“Temporary Increase”). On May 20, 2009, this date was extended through December 31, 2013. There is no assurance that the Temporary Increase will be extended beyond December 31, 2013. The Maximum Applicable FDIC Deposit Insurance Amount for individual retirement accounts before October 3, 2008, was \$250,000 and remains unchanged unless coverage for this insurable capacity is subsequently amended. *The description of FDIC deposit insurance coverage set forth in this Disclosure Document is based upon the coverage rules during this Temporary Increase in coverage and the rules that will apply (unless subsequently amended) until December 31, 2013.*

You will be notified as soon as practicable if the Temporary Increase in FDIC insurance is not extended. In such case, effective January 1, 2014, your funds will be reallocated to the Banks on the Program Bank List to reflect the return to the \$100,000 coverage limit for most insurable capacities. Please see the section of this Disclosure Document titled “Details” for further information.

Any deposits (including certificates of deposit) that you maintain in the same capacity directly with a Bank, or through an intermediary (such as us or another broker/dealer), will be aggregated with deposits in your Deposit Accounts at such Bank for purposes of the Maximum Applicable FDIC Deposit Insurance Amount. You are responsible for monitoring the total amount of deposits that you have with each Bank, including an Excess Deposit Bank (described below), in order to determine the extent of FDIC deposit insurance coverage available to you. You should review carefully the section of the Disclosure Document titled “FDIC/SIPC Coverage.”

Please note that, during the Temporary Increase, NFS, as your agent, will place, regardless of the maximum applicable FDIC insurance coverage available, in one Bank up to \$246,500 of your cash balances for an individual account, an agency account, and a trust account, including a transfer upon or payable on death account, up to \$493,000 in one Bank for a joint account (regardless of the number of owners) and up to \$246,500 for an individual retirement account (each such limit referred to hereinafter as the “Maximum Deposit Amount”). For certain types of accounts, the Maximum Deposit Amount is substantially less than the maximum potential amount of FDIC insurance coverage. If your cash balances and existing Program Deposits at a Bank exceed the Maximum Deposit Amount at a Bank, funds greater than the Maximum Deposit Amount for each Bank will be swept into Deposit Accounts at one or more Program Banks on your Program Bank List in the order reflected thereon (subject to removal and replacement as further described below).

Once funds equal to the Maximum Deposit Amount have been deposited for you through the Bank Deposit Sweep Program in each Bank on the Program Bank List, any additional funds will be invested in an “Excess Deposit Bank” that will accept funds without limitation and without regard to the Maximum Applicable FDIC Deposit Insurance Amount. In the rare instances where we are unable to place your funds at a Bank within the Program, your funds will be invested in the Prime Fund (FPRXX), a money market mutual fund. For more complete information about any money market mutual fund, including all charges and expenses, investment objectives, and risks, please contact your financial advisor for a prospectus. Read the prospectus carefully before you invest or send money. You may obtain information with respect to the current yields available on the money market mutual funds specified in this Disclosure Document by accessing our website at www.commonwealth.com or by contacting your financial advisor.

Each Deposit Account constitutes a direct obligation of the Program Bank to you and is not directly or indirectly an obligation of us or NFS. Neither we nor NFS guarantee in any way the financial condition of the Program Banks or the accuracy of any publicly available financial information concerning such Banks. You can obtain publicly available financial information concerning each Bank at www.ffiec.gov/nic or by contacting the FDIC Public Information Center by mail at L. William Seidman Center, Virginia Square, 3501 North Fairfax Drive, Arlington, VA 22226 or by phone at 703.562.2200.

You will not have a direct account relationship with the Program Banks. NFS, as your agent and custodian, will establish the Deposit Accounts for you at each Bank and make deposits to and withdrawals from the Deposit Accounts. We will receive a fee from each Program Bank. The amount of the fee paid to us will affect the interest rate paid on the Deposit Accounts. You should review carefully the section of this Disclosure Document titled “Information About Your Relationship with Commonwealth and the Banks.”

As discussed herein, interest rates on the Deposit Accounts will be tiered and will vary based upon prevailing economic and business conditions. The Program Banks do not have a duty to offer the highest rates available or rates that are comparable to money market mutual funds. By comparison, money market mutual funds generally seek to achieve the highest rate of return consistent with their investment objectives, which can be found in their prospectuses.

The information in this Disclosure Document applies, unless otherwise indicated, to each eligible Brokerage Account for which you are an owner, whether as an individual, joint tenant, trustee, executor, custodian or in any other capacity.

Core Account Investment Options

Only Brokerage Accounts that are eligible for the BDSP will be subject to the information discussed in this Disclosure Document with respect to the BDSP being your default core account investment vehicle option. In addition, under federal law, the Deposit Accounts may not be held by business entities, including corporations, partnerships, and limited liability companies, or by certain not-for-profit organizations. Please refer to the “Program Eligibility” section of this Disclosure Document or your financial advisor for information concerning eligibility for the Deposit Accounts.

Please see Appendix B or www.commonwealth.com for core account investment vehicle yields and annual percentage yields (APY).

Bank Deposit Sweep Program

Current APY and interest rates on the BDSP may be obtained from your financial advisor or on our website at www.commonwealth.com.

Alternatives to the Deposit Accounts as a Core Account Investment Vehicle Option

Commonwealth is not obligated to offer you any core account investment options or to make available to you BDSP investments that offer a rate of return that is equal to or greater than other comparable investments. For any new eligible non-retirement Brokerage Account, the possible core account investment vehicle choices are the BDSP, the Fidelity Tax-Exempt Capital Reserves Money Market Fund (FERXX), or one of several state tax-exempt money market funds. For any new eligible retirement Brokerage Account, the only core investment vehicle option is the BDSP.

For information about any of the money market mutual funds, including interest rates and yield, all charges and expenses, investment objectives, and risks, please contact your financial advisor for a prospectus. Read the prospectus carefully before you invest or send money.

You May Invest in Money Funds

We may offer money market mutual funds as an investment, though not as the default core account investment vehicle option. You may also be eligible to purchase shares in these money market mutual funds by giving specific orders for each purchase to your financial advisor. Cash balances in your Brokerage Account, however, will not be automatically swept into these money market mutual funds, unless the BDSP is unavailable to accept your funds for any reason or your Brokerage Account is ineligible for the BDSP, as described in this Disclosure Document

Investments in money market mutual funds are not guaranteed or insured by the FDIC or any other government agency. Although money market mutual funds seek to preserve a net asset value of \$1.00 per share, there is no guarantee that this will occur; it is possible to lose money by investing in a money market mutual fund, including loss of principal. Please read the prospectus carefully. Please contact your financial advisor

for further details and additional information, including a prospectus, for any of the available money market mutual funds.

No Impact on Your Annual Brokerage Account Fees

The core account investment vehicle options discussed above and within this Disclosure Document will *not* affect your Brokerage Account fees.

No Impact on the Timing of Sweep

Generally, the frequency and timing of deposits into your Deposit Accounts as a core account investment vehicle will be the same as under your existing core account investment vehicle. Any funds received, deemed to be in good order, will be swept into the Deposit Accounts within one business day.

Access to Funds in the Deposit Accounts

As required by federal banking regulations, each Program Bank has reserved the right to require seven (7) calendar days prior notice before permitting a withdrawal of any Program Deposits. So long as this right is not exercised, your ability to access funds, including the ability to write checks against your account, should not be impacted. Your interest in a Deposit Account is not transferable. Notwithstanding the foregoing, you will remain obligated for all obligations arising from your account, including, but not limited to, margin balances, settlement of transactions, checks, wires, and debit card purchases.

II. DETAILS

This Disclosure Document contains key information about the Program that is offered by us in conjunction with NFS, a New York Stock Exchange (“NYSE”) member whom we have engaged to provide custody and clearing services to us. Additional terms, conditions, and disclosures applicable to your account held with us are included in other documents, including your account application, account agreement, and applicable privacy notice (“Other Agreements”), and are hereby incorporated by reference into this Disclosure Document. In the event of a conflict between the terms of this Disclosure Document and the Other Agreements, the Disclosure Document will control. Please review these Other Agreements for important information governing your account.

A. Program Eligibility

Eligibility for the Program is based on account type and the ownership of your Brokerage Account. In order to be eligible for the Program, each beneficial owner of your Brokerage Account (including any beneficiary of a trust account) must be a natural person (each such beneficial owner and beneficiary, an “Eligible Person”). Eligibility is subject to the limitations described herein and as determined by NFS. The Program is available to Eligible Persons, acting for themselves or through an agent or fiduciary, whether having a single account, or joint account (so long as all beneficial owners are natural persons), and trust accounts (so long as all beneficial owners and beneficiaries of the trust accounts are natural persons and not non-resident aliens), and sole proprietorships (so long as they are not incorporated or in company form). The following individual retirement accounts are also eligible for the Program if each beneficial owner is an Eligible Person: the Premiere

Select® IRA, Premiere Select Roth IRA, Premiere Select SEP-IRA, and Premiere Select SIMPLE IRA. Brokerage Accounts beneficially owned by entities organized to make a profit, such as corporations, limited liability companies, partnerships, limited liability partnerships, associations, business trusts, and other organizations (other than sole proprietorships, which are not incorporated or in company form) are not eligible for the Program.

To the extent that you change any beneficial owner or beneficiary on your Brokerage Account, you are responsible for determining whether each beneficial owner or beneficiary of your Brokerage Account continues to qualify as an Eligible Person. Please notify us immediately if any beneficial owner or beneficiary of your Brokerage Account no longer qualifies as an Eligible Person. If we or NFS determine that your Brokerage Account is not eligible or the Program eligibility requirements change, we may change your core account investment vehicle, as that term is defined in Brokerage Account documentation, or any amendments thereto, including, but not limited to, the Customer Agreement, from the Program to an alternative core account investment vehicle made available by Commonwealth and NFS, which may not be an FDIC-insured investment.

B. How the Program Works

Sweep to Program Banks

Through the Program, cash balances in your Brokerage Account (resulting from sales of securities, deposits, dividend and interest payments, and other activities) will be automatically deposited or “swept” into interest-bearing FDIC-insurance-eligible Program Deposit Accounts at one or more Program Banks on the Program Bank List. Once your cash balance has been swept to a Program Bank, it is referred to as your “Program Deposit.” Please note that your ability to access the money held at the Bank(s) may be limited, as more fully described herein.

Funds will be swept into Deposit Accounts at a Program Bank up to the Maximum Deposit Amount (as defined below in the section titled “Maximum Deposit Amount”). Funds in excess of the Maximum Deposit Amount will be swept into the next successive Bank on the Program Bank List. Once the Maximum Deposit Amount has been reached in all Banks on the Program Bank List, additional funds will be swept into the Excess Deposit Bank (as defined below in the section titled “Maximum Deposit Amount”).

One of the entries on the Program Bank List may contain the names of up to four Banks (“Excess Banks”). If so, when each of the Banks prior to the Excess Banks on the Program Bank List has received deposits equal to the Maximum Deposit Amount, your funds will be deposited in one of the Excess Banks up to the Maximum Deposit Amount. Once funds in this Excess Bank have reached the Maximum Deposit Amount, your funds will be deposited in the next Bank on the Program Bank List, not the next Excess Bank. If all your funds are withdrawn from an Excess Bank, the next time your funds are available for deposit in an Excess Bank, your funds may be deposited in a different Excess Bank.

You may not change the Banks on the Program Bank List, the order in which funds are deposited at the Banks on the Program Bank List, or the Maximum Deposit Amount at any Bank. You may, however, at any time, designate a Bank as ineligible (otherwise referred to as “opting out” of a Bank) to receive any funds by contacting your financial advisor. Any such action will result in any current Program Deposit at such Bank being withdrawn and such funds (along with any new Program Deposits) being deposited into Deposit Accounts at the next available Bank on the Program Bank List on the next business day that a sweep is effected after such “opt out” instructions have been given effect. No new funds will be deposited into any Bank that you have opted out of (i.e., designated as ineligible). If you designate one or more Banks as ineligible to receive funds, the total amount of FDIC insurance for which your cash balances will be eligible in the Program may be reduced. Participation in this Program requires at least one (1) Bank remaining eligible to receive your deposits. Thus, you may not opt out of all Banks on the Program Bank List.

With the exception of the Excess Deposit Bank, your cash balances will not be swept into a Deposit Account at a Program Bank in an amount that exceeds the Maximum Deposit Amount, and you may designate any Bank on the Program Bank List as ineligible to accept your funds by opting out in accordance with the procedures set forth herein. **You are responsible for monitoring the total amount and insurable capacity of deposits both as part of and outside of the Program that you have at each Program Bank for the purpose of determining the FDIC insurance coverage for those deposits.**

Maximum Deposit Amount

During the Temporary Increase, NFS, as your agent, will place, regardless of the maximum potential applicable FDIC insurance coverage available, in one Bank up to \$246,500 of your cash balances for an individual account, an agency account, and a trust account, including a transfer upon or payable on death account, up to \$493,000 in one Bank for a joint account (regardless of the number of owners) and up to \$246,500 for an individual retirement account (each such limit referred to hereinafter as the “Maximum Deposit Amount”). For certain types of accounts, the Maximum Deposit Amount is substantially less than the maximum potential amount of FDIC insurance coverage. If your cash balances and existing Program Deposits at a Bank exceed the Maximum Deposit Amount at a Bank, funds greater than the Maximum Deposit Amount for each Bank will be swept into Deposit Accounts at one or more Program Banks on your Program Bank List in the order reflected thereon (subject to removal and replacement as further described below).

If the Maximum Deposit Amount has been deposited for you through the Program in each Program Bank on the Program Bank List (taking into consideration any Bank that you have opted out of or excluded), all excess cash balances will be deposited into one designated Bank on the Program Bank List without regard to FDIC insurance limitations (an “Excess Deposit Bank”). Funds deposited in the Excess Deposit Bank above the available FDIC insurance coverage will be ineligible for FDIC insurance coverage.

You will be notified as soon as practicable if the Temporary Increase in FDIC insurance is not extended. In such case, effective January 1, 2014, your funds will be reallocated to the Banks on the Program Bank List to reflect the return to the \$100,000 coverage

limit for most insurable capacities. For example, if you have \$500,000 deposited in two Banks through the Program, effective January 1, 2014, the amount of your funds over the Maximum Applicable FDIC Deposit Insurance Amount will be withdrawn from the first two Banks, and those funds will be reallocated to the next Banks on the Program Bank List up to the deposit limit of \$98,500 for an individual account or \$197,000 for joint accounts with two or more owners. Please contact your financial advisor for further information.

Program Limitations

The amount of your cash balances that are swept into Deposit Accounts may need to be limited if one or more Program Banks stop accepting deposits, become ineligible for the Program as described in this Disclosure Document, or for other exceptional circumstances. You will receive notification in advance of any Program Bank being removed from the Program Bank List, and if advance notice is not practical due to the circumstances, you will be notified as soon as is reasonably practical. Please consult the following Section C for further important information, as such action may affect the amount of your cash balances that are covered by FDIC insurance.

C. FDIC Insurance Coverage in General

The Deposit Accounts (including principal and accrued interest) are insured by the FDIC, an independent agency of the U.S. government, to the Maximum Applicable FDIC Deposit Insurance Amount set by the FDIC for all deposits held in the same insurable capacity at any one Bank, as more fully explained below. Your funds become eligible for deposit insurance immediately upon placement into a Deposit Account at a Bank. Generally, any accounts or deposits that you may maintain directly with a particular Bank, or through any other intermediary, in the same insurable capacity in which the Deposit Accounts are maintained would be aggregated with the Deposit Accounts for purposes of the Maximum Applicable FDIC Deposit Insurance Amount.

You are responsible for monitoring the total amount of deposits that you hold with any one Bank, directly or through an intermediary, for example through a retirement plan, in order to determine the extent of deposit insurance coverage available to you on your deposits, including the Deposit Accounts. We and NFS are not responsible for any insured or uninsured portion of the Deposit Accounts or any other deposits.

See “FDIC/SIPC Coverage” below for more detailed information on insurance coverage of Deposit Accounts and Brokerage Accounts.

D. Alternatives to the Program

To the extent that an alternative core account investment vehicle is offered to the BDSP, such as the Fidelity Tax-Exempt Capital Reserve Money Market Fund (FERXX) for non-retirement accounts, and you do not select that Fund as your core account investment vehicle when you open your account, or you select an ineligible core account investment vehicle, your core account investment vehicle will be the BDSP. If your Brokerage Account is ineligible for the BDSP, your core account investment vehicle will be the Fidelity Capital Reserves Prime Fund (FPRXX).

We may offer money market mutual funds as an alternative investment, though not the default core account investment vehicle option. You may be eligible to purchase shares in these money market mutual funds by giving specific orders for each purchase to your financial advisor. Cash balances in your Brokerage Account, however, will not be automatically swept into these money market mutual funds, unless the account is ineligible for the BDSP, as described in this Disclosure Document.

III. PROGRAM BANKS

A. General Information About Program Banks

The Program Bank List specifies the Program Banks into which your funds will be deposited and the order of the Program Banks that will receive your funds. The Program Bank List is shown in Appendix A and will also be available from your financial advisor or at www.commonwealth.com. The Program Bank List indicates all Banks on the Program Bank List, including your Excess Deposit Bank, which will be utilized for deposits after the Maximum Deposit Amount has been placed in all the Banks on your Program Bank List and the sequence that will be used for deposits into these Banks. You cannot select your Excess Deposit Bank at which such excess deposits will be made. An Excess Deposit Bank would receive, in the sequence listed, deposits up to the Maximum Deposit Amount just as any other Program Bank; after deposits of the Maximum Deposit Amount have been made at all of the other Banks on your Program Bank List, excess deposits would then be placed in your Excess Deposit Bank. If your Excess Deposit Bank has already received Program Deposits up to the Maximum Deposit Amount, any further deposits in that Bank would generally not be eligible for FDIC insurance coverage. **To the extent your deposits in your Excess Deposit Bank exceed the Maximum Applicable FDIC Deposit Insurance Amount, these excess funds are ineligible for FDIC insurance.** You should review the Program Bank List carefully. You are responsible for monitoring the total amount of deposits that you have at each Bank for purposes of reviewing deposits that may be eligible for insurance by the FDIC. We and NFS do not have any duty to monitor the core account investment vehicle for your account or make recommendations about, or changes to, the Program that might be beneficial to you.

Deposits at each Program Bank are eligible for FDIC insurance coverage, except for amounts deposited in your Excess Deposit Bank in excess of the Maximum Applicable FDIC Deposit Insurance Amount, which will not be insured by the FDIC. The amount of FDIC insurance in all Program Banks may be limited pursuant to the limitations explained in this Disclosure Document. In any event, all deposits in the Program are subject to all applicable FDIC qualification requirements and to the Program limitations described in this Disclosure Document.

Neither we nor NFS guarantee in any way the financial condition of the Program Banks or the accuracy of any publicly available financial information concerning such Banks. Publicly available information concerning Program Banks is available at www.ffiec.gov/nic or by contacting the FDIC Public Information Center by mail at L. William Seidman Center, Virginia Square, 3501 North Fairfax Drive, Arlington, VA 22226 or by phone at 703.562.2200.

B. Program Bank List

Program Banks are organized into regional bank lists with each Program Bank List assigned based upon the state as reflected in your account mailing address. Your Brokerage Account mailing address is the address to which correspondence from your Broker/Dealer is mailed and, for e-mail correspondence, the designated address contained on the electronic document. Please refer to Appendix A to this Disclosure Document for the Program Bank List that applies to you. You may also contact your financial advisor or go to www.commonwealth.com for a current Program Bank List and priority sequence order.

C. Deposit Accounts

Your Program Deposits will be deposited in two linked bank accounts at one or more Program Banks: (1) an interest-bearing savings deposit account (commonly referred to as a Money Market Deposit Account or “MMDA” account) and (2) an interest-bearing transaction account (commonly referred to as a Negotiable Order of Withdrawal or “NOW” account). You will receive the same interest rate on the funds in your MMDA account and in your NOW account at each Bank. Your Brokerage Account statement will reflect the combined balances of the MMDA account and the NOW account at each Program Bank.

Your Program Deposits will be deposited at a Program bank into a NOW account and an MMDA account maintained by NFS for your benefit and the benefit of other customers of your Broker/Dealer and/or NFS that participate in the Program. A portion of your Program Deposit will be allocated to the NOW account, and a portion of your Program Deposit will be allocated to the MMDA account, as described herein. Available cash balances are deposited in your MMDA account at each Bank as set forth above. From time to time, part of such deposits may be transferred to your NOW account to establish and/or maintain a threshold amount, which may differ among customers. All withdrawals will be made from the NOW account at the Bank based on the reverse of the priority sequence of the Program Bank List (i.e., last in, first out). As necessary to satisfy debits in your Brokerage Account (securities purchases, checking, debit card, etc.), funds will be transferred automatically from the MMDA account to the related NOW account at the applicable Bank.

If there are insufficient funds in the Deposit Accounts to satisfy a debit, NFS will withdraw funds from other available sources as described in this Disclosure Document or in your account opening paperwork.

Federal banking regulations limit the transfers from an MMDA account to a total of six (6) during a monthly statement cycle. At any point during a month in which transfers from an MMDA account at a Bank have reached the applicable limit, all funds will be transferred from that MMDA account to the linked NOW account at the Bank. For the remainder of the month, all deposits for that Bank will be made to the NOW account. At the beginning of the next month, an amount of funds on deposit in the NOW account less any applicable threshold amount will be transferred automatically back to the MMDA account. Due to

the linking of the NOW and MMDA accounts as described above, the federal banking limits on MMDA account transfers will not effectively limit the number of withdrawals you can make from funds on deposit at a Program Bank.

The cash balances awaiting reinvestment in your Brokerage Account will be swept automatically from your Brokerage Account into your Deposit Accounts on the business day following the day your Brokerage Account reflects a cash balance. For purposes of this Program, business day generally means a day on which Banks participating in this Program are open for business. Available cash balances will not begin to earn interest or be eligible for FDIC insurance until swept into the Deposit Account(s) at the Program Bank(s). **As stated above, to the extent your deposits outside of the Program, in combination with Program Deposits, exceed the Maximum Applicable FDIC Deposit Insurance Amount at any Program Bank, the amounts above such limits will not be eligible for FDIC insurance protection. Deposits at Program Banks are not eligible for SIPC coverage.**

Although your funds generally will be deposited in Deposit Accounts at the Banks in the order in which the Banks appear on the Program Bank List, in rare circumstances, a Bank on the Program Bank List may be unable to accept your funds on a particular day or a Bank may be removed from the Program Bank List and not replaced. If advance notice is not practical due to the circumstances, you will be notified as soon as is reasonably practical. Please see the Section entitled “Changes” for options available to you resulting from a change in the Program Bank List. You should also regularly check www.commonwealth.com for changes to your Program Bank List.

If a Bank is unable to accept your funds on a day you have funds to deposit, your funds will be deposited in the next available Bank on the Program Bank List up to the Program Limit. Due to the unavailability of a Bank for any circumstance, funds may be placed at a Bank in excess of the Maximum Deposit Amount, and, as indicated above, Program Deposits in excess of the FDIC-eligible amount will *not* be eligible for FDIC insurance protection. At the end of any given month, a reallocation of Program Deposits may occur, due to deposits in excess of the Maximum Deposit Amount at any Bank, including an Excess Deposit Bank, an elimination of a Bank, or the temporary removal of a Bank from the Program. If such occurs, we will determine the amount of your funds, if any, that are in excess of the Maximum Deposit Amount or have been deposited in Banks in an order different from the priority sequence on the Program Bank List. If it is possible to rebalance your funds based upon the priority sequence of the Program Bank List, we will, as your agent, withdraw your funds and redeposit them in that sequence. If this cannot be accomplished, your balances will remain at the Bank(s) where the deposits are currently situated.

D. Withdrawals – Access to Your Program Deposits

When funds are needed to cover transactions in your Brokerage Account, we will use on the same day the debit is applied, the following sources, in the order listed, to satisfy the debit: (i) available cash balances, including money added to your Brokerage Account (such as checks, interest, or transaction proceeds) and not yet moved to a Deposit Account;

(ii) any remaining balance in your previous core account investment vehicle; (iii) Program Deposits; and (iv) if you have a margin account, any margin credit available.

If a withdrawal of funds from your Deposit Accounts is necessary to satisfy a debit, funds will be withdrawn from your NOW accounts at the Banks in the reverse order in which Banks appear on the Program Bank List on the date of the withdrawal, irrespective of any change in priority of Banks on the Program Bank List. Funds will be withdrawn on a “last in, first out” basis (beginning with the Bank designated to hold funds in excess of the Program Bank Limit, if applicable) and moving backward through the Program Bank List up to the first Bank on the Program Bank List.

Withdrawals from your Deposit Accounts will normally be made on the business day following transactions in your Brokerage Account; however, your Brokerage Account is credited on the day of the debit. This process might result in you having an obligation to make us or NFS whole for the sum of the debits in your Brokerage Account if there is a problem withdrawing funds from your Deposit Account or you otherwise fail to sufficiently fund your Brokerage Account for the full amount of your daily debits. ***Please review your Brokerage Account agreement for important information regarding your unsatisfied obligations owed to us and/or NFS.***

You may access your Program Deposits only through your Brokerage Account. You cannot access or withdraw Program Deposits by contacting a Program Bank directly.

NFS will automatically withdraw funds from your Deposit Accounts (up to the amount of your Program Deposit) back to your Brokerage Account in order to satisfy any obligation you have to us or NFS or to settle a securities transaction or other debit transaction (including, but not limited to, checks, wires, debit card purchases, or margin balances) in any account you have with us or NFS. Your Program Deposits are also subject to legal process, such as a levy or a garnishment delivered to us or NFS, to the same extent as if those funds were in your Brokerage Account.

As required by federal banking regulations, each Program Bank has reserved the right to require seven (7) calendar days prior notice before permitting a withdrawal of any Program Deposits. So long as this right is not exercised, your ability to access funds, including the ability to write checks against your Brokerage Account, should not be impacted. Your interest in a Deposit Account is not transferable. Notwithstanding the foregoing, you will remain obligated for all obligations arising from your Brokerage Account, including, but not limited to, margin balances, settlement of transactions, checks, wires, and debit card purchases.

IV. INTEREST

A. Interest Rates

The interest rate for your Deposit Accounts may be obtained from Commonwealth at ***www.commonwealth.com*** or from your financial advisor. Interest on your Program Deposit is accrued daily, compounded monthly, and is reflected on your Brokerage

Account statement as of the last business day of the statement period. Interest on your Program Deposit begins to accrue on the business day those funds are received by the Program Bank, which will typically be the business day following the day your Brokerage Account reflects a cash balance. Generally, interest will accrue to Deposit Account balances through the business day preceding the date of withdrawal from your Deposit Accounts at the Bank (which will typically be the day on which a withdrawal of funds is made from your Brokerage Account). Non-business days occurring between Brokerage Account withdrawal and Deposit Account withdrawal and deposit with a Bank will be included in the interest accrual.

Your balances will earn the same rate of interest regardless of the Program Bank with which your funds are deposited. Your interest rate is based upon your Program Deposits in accordance with the attached Interest Rate Tiers, as determined by Commonwealth (described below in Appendix B). The rate of interest paid is tiered based on the value of your Program Deposits ("Eligible Assets"). Eligible Assets are currently evaluated on a daily basis. Interest rates, evaluation period, and Eligible Assets may change at any time and may be based on a number of factors, including general economic, market, and business conditions. You will receive notification in advance of any changes to the Interest Rate Tiers, and, if advance notice is not practical due to the circumstances, you will be notified as soon as is reasonably practical. Customers with Eligible Assets of a greater value generally will receive higher interest rates on their Program Deposits than customers with Eligible Assets of a lower value. Interest on your Program Deposit will be paid by the Program Bank.

Over any given period, the interest rates on the Program Deposits may be lower than the rate of return on other core account investment vehicles that are non-FDIC-insured or on bank account deposits offered outside of the Program. Program Banks do not have a duty to offer the highest rates available or rates that are comparable to money market mutual funds. By comparison, money market mutual funds generally seek to achieve the highest rate of return consistent with their investment objectives, which can be found in their prospectuses. The Program should not be viewed as a long-term investment option. If you desire, as part of an investment strategy or otherwise, to maintain a cash position in your account for other than a short period of time and/or are seeking the highest yields currently available in the market for your cash balances, please contact your financial advisor to discuss investment options that may be available outside of the Program that may be better suited to your goals.

You should compare the terms, interest rates, required minimum amounts, and other features of the Program with other accounts and alternative investments.

B. Interest Credited to Your Deposit Account

While interest will generally be credited to your Deposit Accounts at month-end, intra-month interest credits to your Deposit Accounts may occur. Intra-month interest credits may occur in the following instances: (i) where you close your account intra-month; (ii) where you make a Bank ineligible to receive deposits intra-month; or (iii) where there has been a change to the Program Bank List intra-month. Intra-month interest credits will appear on

your Brokerage Account statement to reflect interest accrued at that Bank through such intra-month event. Adjustments made to your Brokerage Account, which can be caused by transactions entered for a prior date (e.g., a fee reimbursement or a debit adjustment), may result in an interest credit or debit to your Deposit Accounts. The interest rate used to credit or debit adjustments may not be made at the current rate, but should reflect interest rates applicable at the time of the event. Interest rates applied to credit adjustments are not expected to be lower but, depending upon the interest rate tiering schedule, could be less than those applied to your balances on the day in which the credit adjustment is made. Interest amounts on adjustments are rounded to the penny, and, for interest amounts of less than half a cent, you will receive no interest and you also will not be debited.

V. CHANGES

A. Changes to the Program Bank List

One or more of the Banks included on the Program Bank List may be removed and replaced with a substitute Bank. Generally, you will receive notification in advance of any change to the Program Bank List, Interest Rate Tiers (if applicable), material changes to the Program, and so on. We may also notify you that a change will be forthcoming and direct you to your financial advisor or to www.commonwealth.com for specific information on such change. While we will endeavor to provide advance notice of changes, we may be unable to do so in some cases. We will provide you with notice of such changes as soon as is reasonably practical. It is your obligation to monitor your accounts, your FDIC coverage, and your FDIC insurance eligibility. Changes to the Program Bank List will be posted at www.commonwealth.com, and you should consult this site for the most up-to-date information about Bank eligibility and the priority sequence of Banks for your deposits. Other changes to the Program may be posted to this site as well, and you should direct any questions you may have to your financial advisor. If you do not agree to any changes, you should contact your financial advisor to discuss an alternative core account investment vehicle or transferring your Brokerage Account to another provider. If you do not take any action in response to a change, you are deemed to consent to the change to the Program.

Generally, you will receive notification in advance of any such change and have an opportunity to opt out of deposits being placed at such Bank. As previously stated, opting out of a Bank may affect the amount of your deposits eligible for FDIC insurance. If advance notice of a Program modification is not practical due to the circumstances, you will be notified, as soon as is reasonably practical, of any change in the Program that results in changing the Program Bank List. Please contact your financial advisor to opt out of any Bank. We may also notify you that changes to the Program Bank List will be forthcoming and direct you to your financial advisor or to www.commonwealth.com for information on such change. Updated Program Bank Lists may also be found at www.commonwealth.com. **It is your obligation to monitor your FDIC coverage and FDIC insurance eligibility.**

B. Limitations on Deposits

The amount of your cash balances awaiting reinvestment that is swept into a Deposit Account may need to be limited if a Program Bank cannot accept deposits due to exceptional circumstances or if a Program Bank becomes ineligible for the Program, as described in this Disclosure Statement, and the Program Bank is not replaced. In such event, funds not swept into a Program Deposit Account will be invested in the Excess Deposit Bank or, if not available, the core account investment vehicle chosen by us, as identified in the “Introduction” section of this Document, as amended from time to time. If advance notice is not practical due to the circumstances, you will be notified as soon as is reasonably practical. Please see the “Changes to Your Core Account Investment Vehicle” below for additional information.

C. Changes to Your Core Account Investment Vehicle

From time to time, circumstances, such as described in this Disclosure Document, may require that we or NFS modify the Program, which may result in changing the core account investment vehicle for your Brokerage Account. If we make any change, there is no guarantee that such change will provide an equal or greater rate of return to you during any given period, and the rate of return may be lower. Generally, you will receive notification in advance of any such change. If advance notice of a Program modification is not practical due to the circumstances, you will be notified as soon as is reasonably practical of any change in the Program that results in changing the core account investment vehicle for your Brokerage Account. Unless you object within the time period specified, we will transfer the balances from your prior core account investment vehicle into a new core account investment vehicle. If you object to the core account investment vehicle that we select, or, if at any time the Program does not meet your needs, including, but not limited to, due to any change in the Program, your financial advisor can assist you in finding an alternative core account investment vehicle or in transferring your Brokerage Account to another provider or another program.

If we need to change your core account investment vehicle under the circumstances set forth in this Disclosure Document, or for other circumstances as may be necessary, the core account investment vehicle that we choose for you may receive a lower effective rate of return than is available on funds swept into a Deposit Account. We will attempt to select an alternative core account investment vehicle for you that provides a rate of return that is equal to or better than the rate of return you were receiving on your Program Deposit. We, however, cannot guarantee any rate of return, including a return that is equal to or greater than your current return. We will notify you, as soon as is reasonably practical, if your cash balance is deposited into a core account investment vehicle other than the Program and, additionally, if you will receive a lower effective rate of return.

D. Notices

All notices described in this Disclosure Document may be made by means of a letter, an entry on or insert with your Brokerage Account statement, an entry on a trade confirmation, or by electronic or other form of notification if available to you by us, which may include, but is not limited to, electronic alerts or e-mail.

VI. ACCOUNT INFORMATION

A. Statements and Confirmations

The statement for your Brokerage Account will (i) indicate your beginning and ending Program Deposit at each Bank as of the last business day of each monthly statement period (except, if your Brokerage Account was established on the last business day of a month, your statement will not include a Bank Deposit Sweep Detail section); (ii) detail sweeps to and from the Program Deposit Accounts during the statement period; and (iii) reflect interest credited to your Brokerage Account. This information is provided in lieu of separate confirmations for each sweep to and from a Program Deposit Account during the statement period. Transfers between your MMDA accounts and NOW accounts will not be reflected in your Brokerage Account statements.

Because you are responsible for monitoring the total amount of your deposits at a Program Bank (including any Program Deposit held at such Program Bank and all deposits you may make at a Program Bank outside the Program), in order to determine the extent of FDIC insurance coverage available, you should carefully review your statements to determine if a change in Program Banks has an impact on your deposit insurance coverage.

B. Tax Information

For most clients, with non-retirement account types, interest earned on deposits in the Deposit Accounts will be taxed as ordinary income in the year it is received. In those cases, a Form 1099 will be sent to you by NFS each year showing the amount of aggregate interest income you have earned on deposits in your Deposit Accounts. You should consult with your tax advisor about how the Program affects you.

VII. INFORMATION ABOUT YOUR RELATIONSHIP WITH COMMONWEALTH AND THE BANKS

A. Relationship with Commonwealth and the Banks

As your agent, NFS is establishing the Deposit Accounts at each Bank, depositing funds into the Deposit Accounts, withdrawing funds from Deposit Accounts, and transferring funds between Deposit Accounts. Deposit Account ownership will be evidenced by a book entry on the account records of each Bank showing the Deposit Account as an agency account held by NFS for the benefit of you and other customers and by records maintained by NFS as your agent and custodian. No evidence of ownership, such as a passbook or certificate, will be issued to you. Your Brokerage Account statements will reflect the balances in your Deposit Accounts at the Banks. You should retain the Brokerage Account statements for your records. Once established on your behalf, the Deposit Accounts are obligations solely of the Banks and not Commonwealth, NFS, or any other entity. You may at any time obtain information about your Deposit Accounts by contacting your financial advisor.

If either you or we terminate your use of the Program as a core account investment vehicle, or if one or more Program Banks with which you have deposits in the Program cease to participate in the Program, you may establish a direct depository relationship with each such Bank, subject to its rules with respect to maintaining Deposit Accounts.

ESTABLISHING THE DEPOSIT ACCOUNT DIRECTLY IN YOUR NAME AT A BANK WILL SEPARATE THE DEPOSIT ACCOUNTS FROM YOUR BROKERAGE ACCOUNT. IF YOU ESTABLISH A DIRECT DEPOSITORY RELATIONSHIP WITH A BANK, THE DEPOSIT ACCOUNTS WILL NO LONGER BE REFLECTED IN YOUR BROKERAGE ACCOUNT STATEMENT, AND WE WILL HAVE NO FURTHER RESPONSIBILITY CONCERNING THE DEPOSIT ACCOUNTS.

B. Benefits to Commonwealth and Others

The Program may create financial benefits for us and NFS. We will receive a fee from each Program Bank in connection with the Program (equal to a percentage of all participants' average daily deposits at the Program Banks). Amounts will vary, but in no event will be more than 2% on an annualized basis as applied across all Deposit Accounts. In our discretion, we may reduce our fee and may vary the amount of the reductions between clients. The fee may vary from Bank to Bank. The amount of fee received will affect the interest rate paid to customers by the Bank. We will also pay a fee to NFS. We reserve the right to modify the fees we receive from Program Banks. From time to time, if the fee increases, you will receive notification of any such change. In addition to our fee, other service providers with respect to the Program will receive fees from each Bank (collectively, with the fees paid to us and/or NFS, "Program Fees").

In addition to the Program Fees referenced above, your Brokerage Account generally may be charged additional fees that apply to securities accounts maintained by us.

Applicable law governing retirement accounts, such as qualified plans under the Employee Retirement Income Security Act of 1974, as amended ("ERISA"), and individual retirement accounts under the Internal Revenue Code, necessitates that interest rates paid by the Program Banks for deposits in the Deposit Accounts, our fee, and other service fees were negotiated at arm's length, are believed to be fair and reasonable, and are designed to approximate value for the services involved and in the context of customers' Eligible Assets.

The Program Banks use Program Deposits to fund current and new lending and for investment activities. The Program Banks earn net income from the difference between the interest they pay on Program Deposits and the fees paid to us and the income they earn on loans, investments, and other assets. As noted above, the Program Banks may pay rates of interest on Program Deposits that are lower than prevailing market interest rates that may have been paid on accounts otherwise opened directly with such Program Bank. Program Banks do not have a duty to provide the highest rates available and may instead seek to pay a low rate. Lower rates may be more financially beneficial to a Program Bank. There is no necessary linkage between bank rates of interest and the highest rates available in the market, including any money market mutual fund rates. By comparison, a money market mutual fund generally seeks to achieve the highest rate of return (less fees and expenses) consistent with the money market mutual fund's investment objective, which can be found in the fund's prospectus.

The revenue generated by us may be greater than revenues generated by sweep options at other brokerage firms, and may be greater than other core account investment vehicles currently available to you or possible core account investment vehicles that we have used in the past or may consider using in the future. In addition, we will make compensation payments to NFS, our clearing agent, for recordkeeping and other services with respect to amounts invested in the Program, which will be no more than 70 basis points (0.7%). NFS may receive more revenue with respect to amounts in the Program than with respect to other sweep products.

As a result of the fees and benefits described above, the Program may be significantly more profitable to us than other available sweep options, if any. We and/or NFS may also benefit from the possession and temporary investment of cash balances prior to the deposit of such balances in the Program.

C. Sharing of Your Information with Banks

NFS may provide the Program Banks with information related to the customers and any individual authorized by a customer to trade in his or her Brokerage Account used in the BDSP (“Authorized Individual”), pursuant to agreement between NFS and the Banks. If provided, the information could consist of the name, address (including city, state, postal code, and, if applicable, foreign country), date of birth, either social security number or taxpayer identification number, and any other information as necessary or requested by the Banks.

D. Questions/Comments Regarding this Program

You may contact your financial advisor or Commonwealth at the telephone number that has been provided to you in the Program Summary at the beginning of this document or access www.commonwealth.com to determine the current interest rate on the Deposit Accounts for each Interest Rate Tier. For the current yields for money market mutual funds, please contact your financial advisor.

If there is any conflict between the descriptions in this document and the terms of your account agreement, the Disclosure Document will control with respect to the BDSP.

VIII. FDIC/SIPC Coverage¹

A. Deposit Insurance

Important Development

On October 3, 2008, Congress, in the Emergency Economic Stabilization Act of 2008, temporarily increased the FDIC deposit insurance coverage maximum per insurable ownership capacity (the “Maximum Applicable FDIC Deposit Insurance Amount”) from \$100,000 to \$250,000 per deposit in any Bank through December 31, 2009. On May 20, 2009, this date was extended through December 31, 2013. There is no

¹ The information contained in this section regarding FDIC deposit insurance and the applicable limits is subject to the limitations described throughout this document and as specifically noted in the sections entitled “Maximum Deposits” and “Program Limitations” under Section II.B. “How the Program Works” of this document.

assurance that the Temporary Increase will be extended beyond December 31, 2013. The description of FDIC deposit insurance coverage set forth below is based upon the coverage rules during this Temporary Increase in coverage and the rules that will apply (unless subsequently amended) after December 31, 2013. The Maximum Applicable FDIC Deposit Insurance Amount for individual retirement accounts before October 3, 2008, was \$250,000 and remains unchanged unless coverage for this insurable capacity is subsequently amended.

The Deposit Accounts are eligible for insurance by the FDIC, an independent agency of the U.S. government, up to a maximum amount of \$250,000 (including principal and accrued interest) when aggregated with all other deposits held by you in the same insurable capacity at a Bank (e.g., individual, joint) and \$250,000 for certain individual retirement accounts; in each case, such FDIC insurance may be insured for such greater amount as may be approved by the FDIC from time to time. Your funds become eligible for deposit insurance immediately when a Bank accepts your deposits into Deposit Accounts. To the extent that your deposits at a Program Bank in one ownership capacity, either through the Program or otherwise, exceed the FDIC insurance limits applicable to that ownership capacity, deposits in excess of the limits will not be insured.

In the event a Bank fails, the Deposit Accounts at that Bank are insured up to the \$250,000 limit, or such other applicable limit, for principal and interest accrued to the day the Bank is closed. Neither Commonwealth nor NFS is responsible for any insured or uninsured portion of a Deposit Account. You are responsible for monitoring the total amount of deposits that you have with each Bank in order to determine the extent of deposit insurance coverage available to you. Depending on the amount of deposits that you have at a Bank apart from the Deposit Accounts, you may wish to direct that the Bank be excluded from the Program Bank List applicable to you.

Under certain circumstances, if you become the owner of deposits at a Bank because another depositor dies, beginning six months after the death of the depositor the FDIC will aggregate those deposits for purposes of the \$250,000 limit or such other applicable limit, with any other deposits that you own in the same insurable capacity at the Bank. Subject to Program limits, examples of accounts that may be subject to this FDIC policy include joint accounts and certain trust accounts, including transfer upon or payable on death accounts. The FDIC provides the six-month “grace period” to permit you to restructure your deposits to obtain the maximum amount of deposit insurance for which you are eligible.

In the event that federal deposit insurance payments become necessary, payments of principal plus unpaid and accrued interest will be made to you through NFS. There is no specific time period during which the FDIC must make insurance payments available. Furthermore, you may be required to provide certain documentation to the FDIC and NFS before insurance payments are made. For example, if you hold deposits as trustee or in other fiduciary capacities for beneficiaries, you may be required to furnish affidavits and provide indemnities regarding an insurance payment.

If your Deposit Accounts or other deposits at the Bank are assumed by another depository institution pursuant to a merger or consolidation, such deposits will continue to be separately insured from the deposits that you might have established with the acquiror until (i) the maturity date of the certificates of deposit or other time deposits that were assumed, or (ii) with respect to deposits that are not time deposits, the expiration of a six-month period from the date of the acquisition. Thereafter, any assumed deposits will be aggregated with your existing deposits with the acquiror held in the same capacity for purposes of federal deposit insurance. Any deposit opened at the acquiror after the acquisition will be aggregated with deposits established with the acquiror for purposes of federal deposit insurance.

The application of a \$250,000 federal deposit insurance limitation is illustrated by several common factual situations discussed below. References in the examples below to “\$250,000” and references to multiples of “\$250,000” reflect the Temporary Increase in FDIC insurance coverage for all insurable capacities through December 31, 2013. If the Temporary Increase is not extended, insurance coverage will revert to \$100,000 on January 1, 2014. In that case, references in the examples below to “\$250,000” should be read as “\$100,000,” and references to multiples of “\$250,000” should be read as being multiples of “\$100,000.”

B. Information on Deposit Insurance for Specific Types of Accounts

Individual Customer and Agency Accounts. Funds owned by an individual and held in an account in the name of the individual or an agent or nominee of such individual (such as the Deposit Accounts held through NFS) are not treated as owned by the agent or nominee, but are added to other deposits of such individual held in the same capacity (including funds held in a sole proprietorship) and are insured up to \$250,000 in the aggregate. Please refer to the “Maximum Deposit Amount” and “Program Limitations” sections within Section II.B. “How the Program Works” for Program-specific limitations.

Custodial Accounts. Funds in accounts held by a custodian (for example, under the Uniform Gifts to Minors Act or the Uniform Transfers to Minors Act) are not treated as owned by the custodian, but are added to other deposits of the minor or other beneficiary held in the same insurable capacity and are insured up to \$250,000 in the aggregate. Please refer to the “Maximum Deposit Amount” and “Program Limitations” sections within Section II.B. “How the Program Works” for Program-specific limitations.

Joint Accounts. An individual’s interest in funds in all qualified accounts held under any form of joint ownership valid under applicable state law may be insured up to \$250,000 in the aggregate, separately and in addition to the \$250,000 allowed on other deposits individually owned by any of the co-owners of such accounts (hereinafter referred to as a “Joint Account”). For example, a Joint Account owned by two persons would be eligible for insurance coverage of up to \$500,000 (\$250,000 for each person), subject to aggregation with each owner’s interests in other Joint Accounts at the same depository institution. Joint Accounts will be “qualified” and insured separately from individually owned accounts only if each of the co-owners is an individual person and has a right of withdrawal on the same basis as the other co-owners. Nonqualified joint accounts are not insured separately and are added to individual accounts for the purposes of the individual

maximum coverage of \$250,000 in the aggregate per Bank. Please refer to the “Maximum Deposit Amount” and “Program Limitations” sections within Section II.B. “How the Program Works” for Program-specific limitations.

Irrevocable Trust Accounts. Funds in an account established pursuant to one or more irrevocable trust agreements created by the same grantor (as determined under applicable state law) will be insured for up to \$250,000 for the interest of each beneficiary, provided that the beneficiary’s interest in the account is non-contingent (i.e., capable of determination without evaluation of contingencies). The deposit insurance of each beneficiary’s interest is separate from the coverage provided for other accounts maintained by the beneficiary, the grantor, the trustee, or other beneficiaries. The interest of a beneficiary in irrevocable trust accounts at a depository institution created by the same grantor will be aggregated and insured up to \$250,000. Please refer to the “Maximum Deposit Amount” and “Program Limitations” sections within Section II.B. “How the Program Works” for Program-specific limitations.

Revocable Trust Accounts. Revocable trusts include informal revocable trust accounts where the owner has designated the names of beneficiaries to whom the funds in the account will pass upon the owner’s death (referred to as transfer upon or payable on death accounts (“POD Accounts”)) and formal revocable trusts usually established for estate planning purposes (referred to as living or family trusts). Revocable trusts will be insured as to each named beneficiary separately from another account of the owner or the beneficiary, provided the beneficiaries are natural persons and, for POD Accounts, NFS’s account records disclose the names of all trust beneficiaries. For each trust owner with combined revocable trust account deposits of \$1.25 million or less at a Bank the maximum coverage will be determined by multiplying the number of different beneficiaries by \$250,000. If an owner has in excess of combined revocable trust account deposits of \$1.25 million at a Bank and has named more than five beneficiaries, there is a limitation on the maximum coverage. Please refer to the “Maximum Deposit Amount” and “Program Limitations” sections within Section II.B. “How the Program Works” for Program-specific limitations.

Deposit Insurance: Retirement Plans and Accounts

The Maximum Applicable Deposit Insurance Amount has been increased to \$250,000 through December 31, 2013. Insurance coverage will revert to \$100,000 on January 1, 2014, except for IRAs and other self-directed retirement accounts described below, which will continue to be covered up to \$250,000 (unless otherwise amended).

Individual Retirement Accounts. Individual retirement accounts as described in the Internal Revenue Code Sections 408(a) and 408A are insured up to \$250,000 per depositor. Each person’s deposits in self-directed retirement accounts at the same Bank are added together and insured up to \$250,000, separately from any retirement accounts that are not self-directed and any non-retirement accounts. Please refer to the “Maximum Deposit Amount” and “Program Limitations” sections within Section II.B. “How the Program Works” for Program-specific limitations.

C. Questions About FDIC Deposit Insurance Coverage

If you have questions about basic FDIC insurance coverage, please contact your financial advisor. You may wish to seek advice from your own 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 (550 17th Street, N.W., Washington, D.C. 20429), by phone (877.275.3342, 800.925.4618 (TDD)), by e-mail (dcainternet@fdic.gov), or by accessing the FDIC website at www.fdic.gov.

D. SIPC Coverage

Your cash balance awaiting reinvestment is only eligible for FDIC insurance once it becomes a Program Deposit held by a Program Bank. Your cash balance while held by NFS and/or your Broker/Dealer is not FDIC-insured, but is covered by SIPC. This includes amounts in the cash balances placed in your Brokerage Account that have not yet been received by the Program Bank or which have been swept from the Program Bank back to your Brokerage Account. SIPC currently protects these funds and securities up to \$500,000, including \$100,000 for claims for cash. SIPC coverage does not cover fluctuations in the market value of your investments. Any securities held in your Brokerage Account (as opposed to the Program Deposit held by a Program Bank) are investment products and, as such, (i) are not insured by the FDIC; (ii) carry no bank guarantees; and (iii) are subject to investment risk, including loss of principal amount invested.

If, due to Program limitations, your cash balance is placed into a core account investment vehicle other than the Program, your cash balance will not be eligible for FDIC insurance, but may be protected by SIPC in accordance with applicable legal requirements and limitations.

SIPC is a nonprofit membership corporation created by the Securities Investor Protection Act of 1970, funded primarily by its member securities brokerage firms registered with the U.S. Securities and Exchange Commission. SIPC provides protection against custodial risk to clients of securities brokerage firms, like NFS, in the event such firms become insolvent. Unlike FDIC insurance, SIPC does not insure against the loss of your investment. Nor does SIPC protection insure the quality of investments or protect against a decline or fluctuations in the value of your investment. SIPC protects each client's securities and cash held in a client's Brokerage Account at an insolvent brokerage firm. SIPC protects against the loss of customer securities and cash up to a total of \$500,000 (of which up to \$100,000 may be cash) per customer in each separate capacity under SIPC rules. Money market mutual fund shares are considered to be securities for purposes of SIPC coverage. **The Deposit Accounts are not eligible for SIPC coverage.**

If you have questions about SIPC coverage and additional SIPC-like coverage, please contact your financial advisor. You may also obtain information about SIPC coverage, including a brochure that describes SIPC and SIPC insurance, by accessing the SIPC website at www.sipc.org.

WALTHAM OFFICE

29 SAWYER ROAD
WALTHAM, MA 02453-3483
TOLL-FREE: 888.332.0712
PHONE: 781.736.0700
MAIN FAX: 781.736.0793

SAN DIEGO OFFICE

110 WEST A STREET, SUITE 1800
SAN DIEGO, CA 92101-3706
TOLL-FREE: 888.332.0712
PHONE: 619.471.9700
MAIN FAX: 619.471.9701

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**COMMONWEALTH FINANCIAL NETWORK® BANK
DEPOSIT SWEEP PROGRAM (BDSPSM) APPENDIX**

May 2012

**APPENDIX A
PROGRAM BANK LIST**

Program Bank List as of May 7, 2012. Please contact your financial advisor or go to www.commonwealth.com for the most current Bank List and other information about the Program.

Position	Region 1 MA, ME, NH, RI, VT	Region 2 CT, NY	Region 3 AK, CO, HI, ID, KS, MT, NE, NM, NV, OR, UT, WA, WY	Region 4 CA
1	Goldman Sachs Bank	Goldman Sachs Bank	Goldman Sachs Bank	Goldman Sachs Bank
2	BMO Harris Bank N.A.	Bank of China	Manufacturers and Traders Trust	Bank of China
3	Bank of China	Wells Fargo Bank, N.A.	Capital One (USA), N.A.	GE Capital Retail Bank
4	New York Community Bank	Capital One (USA), N.A.	Wells Fargo Bank, N.A.	New York Community Bank
5	GE Capital Retail Bank	First Tennessee Bank, N.A.	GE Capital Retail Bank	BMO Harris Bank N.A.
6	Capital One (USA), N.A.	East West Bank	Bank of China	The Bank of East Asia, Ltd
7	Bank of the West	Bank of the West	First Tennessee Bank, N.A.	Bank of the West
8	First Tennessee Bank, N.A.	New York Community Bank	East West Bank	Wells Fargo Bank, N.A.
9	Manufacturers and Traders Trust	First Niagara	New York Community Bank	First Tennessee Bank, N.A.
10	First Niagara	BMO Harris Bank N.A.	Bank of the West	First Niagara
11	East West Bank	GE Capital Retail Bank	First Niagara	Manufacturers and Traders Trust
12	Wells Fargo Bank, N.A.	State Bank of India – NY Branch	Boston Private Bank	Capital One (USA), N.A.
13	The Bank of East Asia, Ltd	Manufacturers and Traders Trust	The Bank of East Asia, Ltd	East West Bank
14	State Bank of India – NY Branch	The Bank of East Asia, Ltd	State Bank of India – NY Branch	State Bank of India – NY Branch
15	Boston Private Bank	Boston Private Bank	Trustmark Bank	Trustmark Bank
16	Trustmark Bank	Trustmark Bank	BMO Harris Bank N.A.	Boston Private Bank
	Excess Bank List	Excess Bank List	Excess Bank List	Excess Bank List
1	Capital One (USA), N.A.	Capital One (USA), N.A.	Capital One (USA), N.A.	Capital One (USA), N.A.
2	Wells Fargo Bank, N.A.	Wells Fargo Bank, N.A.	Wells Fargo Bank, N.A.	Wells Fargo Bank, N.A.

Commonwealth Financial Network® Bank Deposit Sweep Program (BDSP™) Appendix

Position	Region 5 AL, AR, AZ, KY, LA, MO, OK, TX, TN	Region 6 DC, DE, FL, GA, MD, MS, NC, SC	Region 7 IA, IL, IN, MI, MN, ND, OH, SD, WI	Region 8 NJ, PA, VA, WV All Other
1	Goldman Sachs Bank	GE Capital Retail Bank	Goldman Sachs Bank	Goldman Sachs Bank
2	New York Community Bank	Goldman Sachs Bank	Boston Private Bank	BMO Harris Bank N.A.
3	Bank of China	Bank of China	BMO Harris Bank N.A.	GE Capital Retail Bank
4	GE Capital Retail Bank	First Tennessee Bank, N.A.	GE Capital Retail Bank	Manufacturers and Traders Trust
5	The Bank of East Asia, Ltd	Bank of the West	Bank of China	Bank of China
6	Capital One (USA), N.A.	First Niagara	Wells Fargo Bank, N.A.	Trustmark Bank
7	Boston Private Bank	Capital One (USA), N.A.	The Bank of East Asia, Ltd	New York Community Bank
8	BMO Harris Bank N.A.	BMO Harris Bank N.A.	New York Community Bank	Bank of the West
9	Wells Fargo Bank, N.A.	New York Community Bank	First Tennessee Bank, N.A.	East West Bank
10	East West Bank	East West Bank	Capital One (USA), N.A.	State Bank of India – NY Branch
11	First Niagara	Boston Private Bank	Trustmark Bank	Boston Private Bank
12	Bank of the West	Trustmark Bank	Bank of the West	First Niagara
13	Manufacturers and Traders Trust	Manufacturers and Traders Trust	State Bank of India – NY Branch	First Tennessee Bank, N.A.
14	State Bank of India – NY Branch	State Bank of India – NY Branch	East West Bank	Capital One (USA), N.A.
15	Trustmark Bank	The Bank of East Asia, Ltd	Manufacturers and Traders Trust	The Bank of East Asia, Ltd
16	First Tennessee Bank, N.A.	Wells Fargo Bank, N.A.	First Niagara	Wells Fargo Bank, N.A.
	Excess Bank List	Excess Bank List	Excess Bank List	Excess Bank List
1	Capital One (USA), N.A.	Capital One (USA), N.A.	Capital One (USA), N.A.	Capital One (USA), N.A.
2	Wells Fargo Bank, N.A.	Wells Fargo Bank, N.A.	Wells Fargo Bank, N.A.	Wells Fargo Bank, N.A.

**APPENDIX B
INTEREST RATE TIERS**

Based upon commitments from the Banks with respect to interest rates on the Deposit Accounts, as of May 7, 2012, the annual percentage yields (“APY”) on the Deposit Accounts are 0.01%, and the interest rates are 0.01%. Interest rates/APY will be determined based on prevailing economic and business conditions. The interest rate/APY will vary and may be higher or lower on the date your funds are deposited. Current yields on other sweep investments may be obtained by calling your financial advisor.

This and other differences between an investment in the existing Commonwealth Core Account Investment Option and the Program are as follows:

Investment¹	FDIC or SIPC²	Yield/Interest Rate/APY³
Fidelity Capital Reserves Prime Fund (FPRXX) MONEY MARKET	SIPC	0.01%
Fidelity Capital Reserves Tax-Exempt Fund (FERXX) MONEY MARKET	SIPC	0.01%
Fidelity Capital Reserves Treasury Fund (FSRXX) MONEY MARKET	SIPC	0.01%
Fidelity Daily Money Prime Fund (FDAXX) MONEY MARKET	SIPC	0.01%
Fidelity Daily Money Treasury Fund (FDUXX) MONEY MARKET	SIPC	0.01%
Fidelity Daily Money Tax Exempt Fund (FDEXX) MONEY MARKET	SIPC	0.01%
Fidelity Arizona Municipal Money Market (FSAXX)	SIPC	0.01%
Fidelity Pennsylvania Municipal Money Market (FPTXX)	SIPC	0.01%

Investment¹	FDIC or SIPC²	Yield/Interest Rate/APY³
Fidelity Ohio Municipal Money Market (FOMXX)	SIPC	0.01%
Fidelity New York Municipal Money Market (FNYXX)	SIPC	0.01%
Fidelity New Jersey Municipal Money Market (FNJXX)	SIPC	0.01%
Fidelity Cash Reserves (FDRXX)	SIPC	0.01%
Fidelity Massachusetts Municipal Money Market (FDMXX)	SIPC	0.01%
Fidelity Connecticut Municipal Money Market (FCMXX)	SIPC	0.01%
Fidelity California Municipal Money Market (FCFXX)	SIPC	0.01%
Commonwealth Bank Deposit Sweep Program	FDIC	See next page

¹ An investment in the MONEY MARKET (the "Fund") is not insured or guaranteed by the FDIC or any government agency. Although the Fund seeks to preserve the value of your investment at \$1.00 per share, it is possible to lose money by investing in the Fund, including loss of principal. Please read the prospectus carefully.

² Subject to applicable limitations per account. Please contact your financial advisor for details about SIPC protection or FDIC insurance. You may also visit the FDIC's website for information at www.fdic.gov. At the time of deposit with Commonwealth and until such funds are deposited with a Program Bank, they are protected by the SIPC; upon deposit at a Program Bank, your funds are eligible for FDIC insurance. SIPC does not protect against investment losses that may be incurred with respect to securities or other investments held in your Commonwealth account.

³ Past performance is no guarantee of future results. This rate reflects the 7-day effective yield as of May 4, 2012. This rate fluctuates due to underlying investments in the fund and/or market conditions generally. Other important information that you should consider about the Fund (including costs, expenses, risks, and objectives) is contained in the Fund's prospectus. If you would like a prospectus for the Fund to review, please contact your financial advisor.

The rates for the Commonwealth Program as of May 7, 2012, are set forth below; interest accrues daily and is paid monthly. Amounts reflecting interest paid will be presented on your brokerage account statements. The rates are subject to change at Commonwealth’s discretion at any time, without notice to you. For a current list of complete rates, please contact your financial advisor.

APY/Interest Rate Tiers for the Commonwealth Bank Deposit Sweep Program as of May 7, 2012:

Bank Account Balance Range	Interest Rate¹	APY
\$1–\$24,999	0.01%	0.01%
\$25,000–\$99,999	0.01%	0.01%
\$100,000–\$249,999	0.01%	0.01%
\$250,000–\$499,999	0.01%	0.01%
\$500,000–\$999,999	0.01%	0.01%
\$1,000,000–\$1,999,999	0.01%	0.01%
\$2,000,000 or more	0.01%	0.01%

¹ Past performance is not a guarantee of future results. Seven- (7-) day yield, annual percentage yield, and interest rate will vary.

Important Note: Your balances will earn the same rate of interest regardless of the Program Bank with which your funds are deposited. Your interest rate is based upon your Program Deposits in accordance with the attached Interest Rate Tiers, as determined by Commonwealth. The rate of interest paid is tiered based on the value of your Program Deposits, which are currently evaluated on a daily basis. You should also note that you may not link your Brokerage Account to brokerage accounts held by members of your household to determine your Interest Rate Tier.

Please note: The Dodd-Frank Wall Street Reform and Consumer Protection Act, effective July 21, 2010, made two important changes to SIPC and FDIC coverage. The Securities Investor Protection Corporation (“SIPC”) increased the maximum amount of cash covered in brokerage accounts to \$250,000. All references in the Program Disclosure Document to SIPC coverage of up to “\$100,000 for claims for cash” are hereby deleted and replaced with “\$250,000 for claims for cash.” Program deposits are not covered by SIPC.

In addition, the Federal Deposit Insurance Corporation (“FDIC”) made permanent the temporary increase of basic FDIC insurance to \$250,000. All references in the Program Disclosure Document to the “temporary” increase of FDIC coverage are hereby deleted and replaced to reflect the permanent increase.

Please see the Program Disclosure Document for more information.

WALTHAM OFFICE

29 SAWYER ROAD
WALTHAM, MA 02453-3483
TOLL-FREE: 888.332.0712
PHONE: 781.736.0700
MAIN FAX: 781.736.0793

SAN DIEGO OFFICE

110 WEST A STREET, SUITE 1800
SAN DIEGO, CA 92101-3706
TOLL-FREE: 888.332.0712
PHONE: 619.471.9700
MAIN FAX: 619.471.9701

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