

## Regarding Order Flow Payment

MZHO, endeavoring to seek best execution, routes client orders to national securities exchanges, alternative trading systems (ATSs) and other venues (collectively “market centers”). Some market centers, including many exchanges, provide rebates or charge fees based upon whether received orders provide liquidity, or remove liquidity, from the market center. The amounts of such fees and rebates vary and rebates may or may not exceed the fees paid by the Firm to a market center during any given time period. The Firm may also receive incremental pricing benefits from market centers based upon the aggregate trading volume generated by the Firm (including volume not associated with client orders). In addition, the Firm may execute client orders internally and may incur profits or losses from such principal executions.