

## Arvest Wealth Management Investment Product Disclosures

### Mutual Fund Disclosure

Mutual fund companies' sales charge discount policies vary. Please review with your client advisor and consult the mutual fund prospectus regarding associated breakpoint schedules and aggregation policies applicable to your investment. Mutual Funds are not guaranteed. They are:

- **Not insured by the FDIC or any other government agency**
- **Not bank deposits or obligations of or guaranteed by Arvest Bank Group or any of its affiliates**
- **May involve investment risk, including the possible loss of principal.**

Consult the prospectus for information regarding mutual fund objectives, applicable fees, and charges. The past performance of a mutual fund provides no guarantee for future performance. AWM may receive commissions and marketing support from product sponsors. If purchasing an A-share, you are paying a front-end sales charge which may take a significant amount of time to before this cost is recouped. Other share classes of mutual funds, such as Class C, do not carry a front-end sales charge but do carry a deferred sales charge and a higher ongoing expense. As a result, your total return on C-shares may be less than that on A-shares, particularly over long time periods. You should discuss the costs and benefits of each share class with your advisor. It is important to disclose to your client advisor any additional shares held in this fund family that you have purchased directly from the fund family or through a different brokerage account as you may be entitled to sales charge discounts.

### Unit Investment Trust (UIT) Disclosure

A Unit Investment Trust (UIT) invests in a fixed portfolio of securities for a predetermined period. Investors purchase units of a portfolio, which represent an undivided ownership interest in the assets contained in the portfolio. There is a wide variety of UIT portfolios available to cover different investment objectives, time frames, and risk tolerances. UITs are not guaranteed. They are:

- **Not insured by the FDIC or any other government agency**
- **Not bank deposits or obligations of or guaranteed by Arvest Bank Group or any of its affiliates**
- **May involve investment risk, including the possible loss of principal.**

Some UITs may employ investment strategies such as leveraging (borrowing to purchase additional securities) and hedging with options, currency, future contracts, forwards and swaps, or shorting securities. UITs may also invest in narrow sectors or less liquid securities adding more risks than broad based invested UITs. UITs may impose an initial sales charge as a percentage of the offering price. UITs may also impose a deferred sales charge that is assessed when units are redeemed or liquidated over a period of time during the life of the trust. In addition to sales charges, UITs may assess certain operating fees and expenses. AWM may receive commissions and marketing support from our product sponsors. Investor and UIT portfolio actions may affect tax liability. Consult with your tax advisor as to possible tax consequences. Consult the prospectus for information regarding UIT investment objectives, applicable fees, and charges.

### *Buffered UIT Specific Disclosure*

- Buffered UITs may have a higher up-front sales charge than traditional UITs.
- Buffered UITs are created through transactions which reference at least one security, usually an ETF, and hold a variety of option contracts. Dividends paid on the referenced asset(s) will not be received by the purchaser.
- The return on units redeemed prior to the termination date will likely be less than the original public offering price. Early redemption could result in substantial loss. Buffered UITs are meant to be held until they are terminated by the trustee.
- The value of the UIT will not move proportionally with changes in the value of the underlying security.
- The UIT performance may be impacted by a variety of factors, including, but not limited to, redemption activity, a dilution of your investment, unusual economic events, market movements and changes in the liquidity of FLEX options. The underlying portfolio is not managed and in the unlikely event that the FLEX options cannot maintain certain ratios, there may be a significant impact on the UIT's ability to meet its investment objective or follow its principal investment strategy.
- The total return on your investment is capped, less the UIT's fees and expenses, and may represent a return that is less than the underlying security.
- The UIT may experience substantial downside risk from the FLEX options and option contract positions expire worthless. The UIT does not provide principal protection beyond the stated buffer if the value of the underlying security decreases by more than the stated percentage.
- The trustee of the UIT has the power to terminate your UIT early in limited cases.
- If the amount of cash in certain accounts of the UIT are insufficient to provide for expenses and other amounts payable by the UIT, the UIT may sell securities to pay such amounts which may result in losses to unit holders.

### Structured Notes Disclosure

Structured Notes are obligations of the issuer and not that of AWM or any of its affiliates. The terms specific to each Structured Note are described in the issuer's "Disclosure Documents". Structured Notes are not guaranteed. They are:

- **Not insured by the FDIC or any other government agency**
- **Not bank deposits or obligations of or guaranteed by Arvest Bank Group or any of its affiliates**
- **May involve investment risk, including the possible loss of principal.**

Structured Notes should be considered buy and hold investments. They are not meant to be used to meet short-term financial goals. They are not appropriate for individuals seeking short-term access to their funds or current income. Structured Notes are financial instruments whose payoff is derived from the performance of an underlying asset such as an equity, index, foreign exchange, commodity, options, or some combination. Structured Notes' values may not correspond directly to increases or decreases in the underlying linked assets/index. Depending on interest rates and market conditions, Structured Notes could be priced below par on your account statement. If an early liquidation becomes necessary, you may be required to sell the note in the open market and the price would be subject to the current market value, which may be more or less than the original cost. Structured Notes may not provide annual income, however, investors (non-qualified accounts) may be required to pay taxes each year based on estimated accretion rates. This investment involves principal risk. The credit worthiness of the issuer should be considered when investing in Structured Notes. If the issuer files bankruptcy or is otherwise unable to pay its debts, you risk not receiving payment on your Structured Notes. AWM may receive commissions and marketing support from our insurance and product sponsors.

### **529 Plan Disclosure**

A 529 plan is a tax advantaged savings plan that allows individuals to save for future education costs. Every state offers at least one 529 plan. A state tax deduction may be available for participating in in-state 529 plans. Investors choosing an out-of-state plan may forgo certain tax benefits that may be available in a plan sponsored by their state of residence. 529 plans are not guaranteed. They are:

- **Not insured by the FDIC or any other government agency**
- **Not bank deposits or obligations of or guaranteed by Arvest Bank Group or any of its affiliates**
- **May involve investment risk, including the possible loss of principal.**

If you purchase a 529 plan through AWM, both AWM and your client advisor receive compensation from the 529 plan program sponsor. It is your responsibility inform your advisor when you expect these funds to be used and to provide updates if your goals change in order for a suitable recommendation to be made. If investing in a mutual fund(s), you should also review the Mutual Fund Disclosure above. There may be an annual and/or one-time enrollment fee with a 529 plan. Money withdrawn for purposes other than certain education expenses may be subject to federal and state income tax. AWM does not provide tax or legal advice. Consult your tax advisor should you have questions regarding the tax consequences of investing in a 529 plan. For information regarding 529 plans, including information on different states' 529 plans, program description/prospectus, and pricing options (including share class and discount levels, if eligible), contact your client advisor.

### **Brokered/Structured CD Disclosure**

AWM is not a depository institution and most investments are not insured by the FDIC or any other federal agency. AWM may receive commissions and marketing support from our product sponsors. However, Brokered and Structured CDs are subject to FDIC coverage as well as other terms and conditions that you should know:

- Brokered and Structured CDs should be considered buy and hold investments. If a liquidation becomes necessary prior to maturity, you may be required to sell the CD in the open market and the price will be subject to the current market value which may be more or less than the original cost.
- Rising interest rates or market volatility may cause the current value of a CD to decline. However, if held to maturity, the par value is guaranteed by the issuing financial institution or the FDIC should the issuing financial institution fall into receivership.
- AWM does not review or guarantee the credit quality of any CD. Investors should consider the issuing bank's rating carefully before purchasing.
- Should a CD go into receivership it will stop accumulating and paying interest at the time the FDIC intervenes. Additionally, your investment could become illiquid for an unspecified period of time due to FDIC intervention.
- It is important to disclose all of your holdings in the issuing financial institution to your Client Advisor for the purpose of calculating your FDIC Insured Amount.
- Although you may currently meet the legal ownership requirements and qualify for more than \$250,000 FDIC coverage per issuing financial institution, changes to your accounts (e.g. ownership, beneficiaries, etc.) may negatively impact the amount of FDIC coverage for which you are eligible.

#### *Brokered CD Specific Disclosure*

- Certain long-term Brokered CDs are subject to early call and/or step provisions. A "call" provision means the issuer may redeem the CD prior to the stated maturity date. A "step-down" provision may allow a financial institution to pay a lower rate after the initial named period.

#### *Structured CD Specific Disclosures*

- Structured CDs are financial instruments whose payoff is derived from the performance of an underlying assets such as an equity, index, foreign exchange, commodity, options, or some combination.
- Structured CDs may or may not pay regular interest payments. Instead, the investor receives their principal plus a payment based on the gains (if any) in the underlying index or basket at maturity.
- Structured CDs may not provide annual income, but investors (non-qualified accounts) may be required to pay taxes each year based on estimated accretion rates.
- Depending on interest rates and market conditions, Structured CDs could be priced below par on your account statement.

### **Marijuana/Cannabis Related Securities Disclosure**

Although marijuana is now legal in some parts of the United States, federal law still prohibits the manufacture, distribution and use of the substance. Because AWM is a federally regulated institution, we are bound by federal laws, including federal criminal laws. We do not solicit these securities but may accept orders for available securities on an unsolicited basis. By purchasing, you understand:

- These securities may have extremely volatile trading patterns.
- These securities have high potential for stock promotion that could lead to "pump and dump" schemes.
- These securities are subject to complexities over discrepancies in state and federal laws.
- Companies have had changing business models (name changes, symbol changes, reverse splits, etc.).
- Some of these securities are not listed on a major U.S. exchange and trade in the over-the-counter market which has low listing requirements and, potentially, less stringent reporting obligations.
- FINRA issued an Investor Alert titled "Marijuana Stock Scams" to raise investor awareness on August 20, 2013.
- Although a market may currently exist, there is no guarantee that one will exist in the future.
- By purchasing these securities, you are agreeing to hold AWM and its associates harmless for any negative ramifications that may occur.