

STATEMENT OF FINANCIAL CONDITION

TD AMERITRADE Clearing, Inc.
(A Wholly Owned Subsidiary of TD AMERITRADE Holding Corporation)

March 31, 2009
(Unaudited)

TD AMERITRADE Clearing, Inc.
(A Wholly Owned Subsidiary of
TD AMERITRADE Holding Corporation)

Statement of Financial Condition

March 31, 2009

(In Thousands, Except Share and Per Share Amounts)
(Unaudited)

Assets

Cash and cash equivalents	\$ 324,657
Cash and investments segregated in compliance with federal regulations	2,978,441
Securities borrowed	1,873,045
Receivable from brokers, dealers, and clearing organizations	209,993
Receivable from clients – net of allowance for doubtful accounts of \$17,508	3,456,745
Receivable from affiliates	85,113
Other receivables – net of allowance for doubtful accounts of \$498	46,898
Securities owned, at fair value	24,168
Other assets	1,457
Deferred income taxes, net	25,545
Total assets	<u>\$ 9,026,062</u>

Liabilities and stockholder's equity

Liabilities:

Securities loaned	\$ 2,361,540
Payable to brokers, dealers, and clearing organizations	28,632
Payable to clients	5,673,347
Accounts payable and accrued liabilities	130,625
Payable to affiliates	21,021
Securities sold, not yet purchased, at fair value	2,567
Total liabilities	<u>8,217,732</u>

Stockholder's equity:

Common stock, \$10 par value, 20,000 shares authorized; 9,947 shares issued and outstanding	99
Additional paid-in capital	507,840
Retained earnings	300,391
Total stockholder's equity	<u>808,330</u>
Total liabilities and stockholder's equity	<u>\$ 9,026,062</u>

See accompanying notes.

TD AMERITRADE Clearing, Inc.
(A Wholly Owned Subsidiary of
TD AMERITRADE Holding Corporation)

Notes to Statement of Financial Condition
March 31, 2009
(Unaudited)

1. Basis of Presentation and Nature of Operations

Basis of Presentation

TD AMERITRADE Clearing, Inc. (the Company) is a wholly owned subsidiary of TD AMERITRADE Holding Corporation (the Parent).

Nature of Operations

The Company is a securities broker-dealer that provides trade execution and clearing services to TD AMERITRADE, Inc. (TDA Inc.), a wholly owned subsidiary of the Parent. The Company is required to comply with all applicable rules and regulations of the Securities and Exchange Commission (SEC), the Financial Industry Regulatory Authority (FINRA), and the various securities exchanges in which it maintains membership.

2. Significant Accounting Policies

Use of Estimates

The preparation of the statement of financial condition in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the statement of financial condition. Actual results could differ from those estimates.

Cash and Cash Equivalents

The Company considers temporary, highly liquid investments with an original maturity of three months or less to be cash equivalents, except for amounts required to be segregated in compliance with federal regulations.

Cash and Investments Segregated in Compliance with Federal Regulations

Cash and investments segregated in compliance with federal regulations consist primarily of qualified deposits in special reserve bank accounts for the exclusive benefit of clients under Rule 15c3-3 of the Securities Exchange Act of 1934 (the Exchange Act) and other regulations.

TD AMERITRADE Clearing, Inc.
(A Wholly Owned Subsidiary of
TD AMERITRADE Holding Corporation)

Notes to Statement of Financial Condition (continued)

The Company performs clearing services for TDA Inc., which requires TDA Inc. to maintain accounts with the Company. To allow TDA Inc. to classify its assets held by the Company as allowable assets in its computation of net capital, the Company has agreed to compute a separate reserve requirement for Proprietary Accounts of Introducing Brokers (PAIB). The Company had no PAIB reserve requirement at March 31, 2009.

Securities Borrowed and Securities Loaned

Securities borrowed and securities loaned transactions are recorded at the amount of cash collateral advanced or received. Securities borrowed transactions require the Company to provide the counterparty with collateral in the form of cash. The Company receives collateral in the form of cash for securities loaned transactions. The related interest receivable from and the brokerage interest payable to broker-dealers are included in other receivables and in accounts payable and accrued liabilities, respectively, on the statement of financial condition.

Securities Owned and Securities Sold, Not Yet Purchased

Securities owned and securities sold, not yet purchased are carried at fair value.

Securities Transactions

Client securities transactions are recorded on a settlement-date basis, with such transactions generally settling three business days after the trade date. Securities owned by clients, including those that collateralize margin or similar transactions, are not reflected in the accompanying statement of financial condition.

Income Taxes

The Company files a consolidated U.S. income tax return with the Parent on a calendar year basis, combined returns for state tax purposes where required, and separate state income tax returns where required. The Company determines and records income taxes as if it were a separate taxpayer, pursuant to a tax sharing agreement with the Parent. Deferred tax assets and liabilities are determined based on the difference between the statement of financial condition carrying amounts and tax bases of assets and liabilities using enacted tax rates expected to apply to taxable income in the periods in which the deferred tax liability or asset is expected to be settled or realized. Uncertain tax positions are recognized to the extent they satisfy the criteria under Financial Accounting Standards Board Interpretation No. 48, *Accounting for Uncertainty in Income Taxes*, which requires that an uncertain tax position be more likely than not to be sustained upon examination, based on the technical merits of the position. The amount of tax benefit recognized is the largest amount of benefit that is greater than 50% likely of being realized upon settlement.

TD AMERITRADE Clearing, Inc.
(A Wholly Owned Subsidiary of
TD AMERITRADE Holding Corporation)

Notes to Statement of Financial Condition (continued)

Recently Adopted Accounting Pronouncements

On October 1, 2008, the Company adopted Statement of Financial Accounting Standards (SFAS) No. 157, *Fair Value Measurements*, for financial assets and liabilities and nonfinancial assets and liabilities that are recognized or disclosed at fair value in the statement of financial condition on a recurring basis. The Company will not adopt this statement until October 1, 2009 for nonfinancial assets and liabilities that are not recognized or disclosed at fair value in the statement of financial condition on a recurring basis. SFAS No. 157 clarifies the definition of fair value and the methods used to measure fair value and expands disclosures about fair value measurements. The adoption of SFAS No. 157 did not have a material impact on the Company's statement of financial condition. See Note 8 for additional information.

3. Receivable From and Payable to Brokers, Dealers, and Clearing Organizations

Amounts receivable from and payable to brokers, dealers, and clearing organizations are comprised of the following (in thousands):

Receivable:	
Securities failed to deliver	\$ 14,439
Clearing organizations	191,414
Other broker-dealer receivables	4,140
Total	<u>\$ 209,993</u>
Payable:	
Securities failed to receive	\$ 18,165
Clearing organizations	5,445
Other broker-dealer payables	5,022
Total	<u>\$ 28,632</u>

4. Income Taxes

As of March 31, 2009, temporary differences between the statement of financial condition carrying amounts and tax bases of assets and liabilities arise from the federal impact of state uncertain tax positions, allowance for doubtful accounts, stock-based compensation, prepaid expenses and certain accrued liabilities.

Deferred income taxes consist of the following as of March 31, 2009 (in thousands):

Deferred tax assets	\$ 25,774
Deferred tax liabilities	(229)
Net deferred tax assets	<u>\$ 25,545</u>

TD AMERITRADE Clearing, Inc.
(A Wholly Owned Subsidiary of
TD AMERITRADE Holding Corporation)

Notes to Statement of Financial Condition (continued)

The Company did not record a valuation allowance against its deferred tax assets as of March 31, 2009, as the Company believes it is more likely than not that there is an ability to realize its deferred tax assets.

The Company's income tax returns are subject to review and examination by federal, state and local taxing authorities. The federal returns for 2005 through 2007 remain open under the statute of limitations and are subject to examination. The years open to examination by state and local government authorities vary by jurisdiction, but the statute of limitations is generally three to four years from the date the tax return is filed.

5. Capital Requirements

The Company is subject to the SEC Uniform Net Capital Rule (Rule 15c3-1 under the Exchange Act), which requires the maintenance of minimum net capital, as defined. Net capital and the related net capital requirement may fluctuate on a daily basis. The Company has elected to use the alternate method permitted by Rule 15c3-1, which requires that the Company maintain minimum net capital of the greater of \$1.5 million or 2% of aggregate debit balances arising from client transactions, as defined. At March 31, 2009, the Company had net capital of \$712.3 million, which was \$627.6 million in excess of the required net capital of \$84.7 million. The Company's ratio of net capital to aggregate debit items was approximately 16.82%. Under the alternate method, a broker-dealer may not repay subordinated borrowings, pay cash dividends, or make any unsecured advances or loans to its parent or employees if such payment would result in net capital of less than 5% of aggregate debit balances or less than 120% of its minimum dollar net capital requirement.

Advances to affiliates, dividend payments, and other equity withdrawals are subject to certain notification and other provisions of the SEC Uniform Net Capital Rule or other regulatory bodies.

6. Employee Benefit Plans

The Parent has a 401(k) and profit-sharing plan covering eligible employees of the Company, under which the Company's annual profit-sharing contributions are determined at the discretion of the Parent's Board of Directors. The Company also makes matching contributions pursuant to the plan document. The Company's employees also participate in the Parent's stock option and incentive plans.

TD AMERITRADE Clearing, Inc.
(A Wholly Owned Subsidiary of
TD AMERITRADE Holding Corporation)

Notes to Statement of Financial Condition (continued)

7. Commitments and Contingencies

Lease Commitments

The Company leases computer and office equipment and facilities on a month-to-month basis through an affiliated company.

Borrowing Arrangements

The Company had access to uncommitted credit facilities with financial institutions of up to \$780 million as of March 31, 2009. The financial institutions may make loans under the credit facilities or, in some cases, issue letters of credit under these facilities. The credit facilities may require the Company to pledge client securities to secure outstanding obligations under these facilities. The Company had access to an unsecured uncommitted credit facility of \$150 million as of March 31, 2009, with no borrowings outstanding as of March 31, 2009. The Company had access to secured uncommitted credit facilities of up to \$630 million as of March 31, 2009, with no borrowings outstanding under these facilities as of March 31, 2009. The Company is generally required to pledge client securities to secure letters of credit. No letters of credit were outstanding as of March 31, 2009.

The Company's common stock has been pledged as collateral on the Parent's senior credit facilities. Covenants under the Parent's senior credit facilities limit the Parent's broker-dealer subsidiaries, including the Company, to an aggregate outstanding principal balance of \$1 billion in borrowings on uncommitted lines of credit, excluding securities lending.

Legal

The Company is subject to lawsuits, arbitrations, claims, and other legal proceedings in connection with its business. Some of the legal actions include claims for substantial or unspecified compensatory and/or punitive damages. A substantial adverse judgment or other unfavorable resolution of these matters could have a material adverse effect on the Company's statement of financial condition. Management believes the Company has adequate legal defenses with respect to the legal proceedings to which it is a defendant or respondent and the outcome of these pending proceedings is not likely to have a material adverse effect on the statement of financial condition of the Company. However, the Company is unable to predict the outcome of these matters.

Regulatory Matters

In the normal course of business, the Company discusses matters with its regulators raised during regulatory examinations or otherwise subject to their inquiry. These matters could result in censures, fines, or other sanctions. Management believes the outcome of any resulting actions

TD AMERITRADE Clearing, Inc.
(A Wholly Owned Subsidiary of
TD AMERITRADE Holding Corporation)

Notes to Statement of Financial Condition (continued)

will not be material to the Company's statement of financial condition. However, the Company is unable to predict the outcome of these matters.

Income Taxes

The Company's federal and state income tax returns are subject to examination by taxing authorities. Because the application of tax laws and regulations to many types of transactions is subject to varying interpretations, amounts reported in the statement of financial condition could be significantly changed at a later date upon final determinations by taxing authorities.

General Contingencies

In the ordinary course of business, there are various contingencies that are not reflected in the statement of financial condition. These include the Company's client activities involving the execution, settlement and financing of various client securities transactions. These activities may expose the Company to credit risk in the event the clients are unable to fulfill their contractual obligations.

The Company's client securities activities are transacted on either a cash or margin basis. In margin transactions, the Company may extend credit to the client, subject to various regulatory and internal margin requirements, collateralized by cash and securities in the client's account. In connection with these activities, the Company also executes and clears client transactions involving the sale of securities not yet purchased (short sales). Such margin-related transactions may expose the Company to credit risk in the event a client's assets are not sufficient to fully cover losses that the client may incur. In the event the client fails to satisfy its obligations, the Company has the authority to purchase or sell financial instruments in the client's account at prevailing market prices in order to fulfill the client's obligations.

The Company seeks to mitigate the risks associated with its client securities activities by requiring clients to maintain margin collateral in compliance with various regulatory and internal guidelines. The Company monitors required margin levels throughout each trading day and, pursuant to such guidelines, requires clients to deposit additional collateral, or to reduce positions, when necessary.

The Company loans securities temporarily to other broker-dealers in connection with its broker-dealer business. The Company receives cash as collateral for the securities loaned. Increases in securities prices may cause the market value of the securities loaned to exceed the amount of cash received as collateral. In the event the counterparty to these transactions does not return the loaned securities, the Company may be exposed to the risk of acquiring the securities at prevailing market prices in order to satisfy its client obligations. The Company mitigates this risk by requiring credit approvals for counterparties, by monitoring the market value of securities

TD AMERITRADE Clearing, Inc.
(A Wholly Owned Subsidiary of
TD AMERITRADE Holding Corporation)

Notes to Statement of Financial Condition (continued)

loaned on a daily basis and requiring additional cash as collateral when necessary, and by participating in a risk-sharing program offered through the Options Clearing Corporation (OCC).

The Company borrows securities temporarily from other broker-dealers in connection with its broker-dealer business. The Company deposits cash as collateral for the securities borrowed. Decreases in securities prices may cause the market value of the securities borrowed to fall below the amount of cash deposited as collateral. In the event the counterparty to these transactions does not return the cash deposited, the Company may be exposed to the risk of selling the securities at prevailing market prices. The Company mitigates this risk by requiring credit approvals for counterparties, by monitoring the collateral values on a daily basis and requiring collateral to be returned by the counterparties when necessary, and by participating in a risk-sharing program offered through the OCC.

As of March 31, 2009, client excess margin securities of approximately \$4.8 billion and stock borrowings of approximately \$1.9 billion were available to the Company to utilize as collateral on various borrowings or for other purposes. The Company had loaned approximately \$2.4 billion and repledged approximately \$0.8 billion of that collateral as of March 31, 2009.

Guarantees

The Company is a member of and provides guarantees to securities clearinghouses and exchanges. Under related agreements, the Company is generally required to guarantee the performance of other members. Under these agreements, if a member becomes unable to satisfy its obligations to the clearinghouse, other members would be required to meet shortfalls. The Company's liability under these arrangements is not quantifiable and could exceed the cash and securities it has posted to the clearinghouse as collateral. However, the potential for the Company to be required to make payments under these agreements is considered remote. Accordingly, no contingent liability is carried on the statement of financial condition for these guarantees.

See "Money Market Deposit Account Agreement" in Note 9 for a description of a guarantee included in that agreement.

8. Fair Value Disclosures

Effective October 1, 2008, the Company adopted SFAS No. 157 for financial assets and liabilities and nonfinancial assets and liabilities that are recognized or disclosed at fair value in the statement of financial condition on a recurring basis. SFAS No. 157 clarifies the definition of fair value and the methods used to measure fair value and expands disclosures about fair value measurements.

TD AMERITRADE Clearing, Inc.
(A Wholly Owned Subsidiary of
TD AMERITRADE Holding Corporation)

Notes to Statement of Financial Condition (continued)

Fair Value Measurement — Definition and Hierarchy

SFAS No. 157 defines fair value as the price that would be received to sell an asset or paid to transfer a liability (an exit price) in an orderly transaction between market participants at the measurement date.

In determining fair value, the Company uses various valuation approaches, including market, income and/or cost approaches. SFAS No. 157 establishes a hierarchy for inputs used in measuring fair value that maximizes the use of observable inputs and minimizes the use of unobservable inputs by requiring that the most observable inputs be used when available. Observable inputs reflect the assumptions market participants would use in pricing the asset or liability developed based on market data obtained from sources independent of the Company. Unobservable inputs reflect the Company's own assumptions about the assumptions market participants would use in pricing the asset or liability, developed based on the best information available in the circumstances. The fair value hierarchy prioritizes the inputs to valuation techniques used to measure fair value into three broad levels, as follows:

- Level 1— Quoted prices (unadjusted) in active markets for identical assets or liabilities that the Company has the ability to access. This category includes active exchange-traded mutual funds and equity securities.
- Level 2— Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly. Such inputs include quoted prices in markets that are not active, quoted prices for similar assets and liabilities in active markets, inputs other than quoted prices that are observable for the asset or liability and inputs that are derived principally from or corroborated by observable market data by correlation or other means. This category includes most debt securities and other interest-sensitive investment securities.
- Level 3 — Unobservable inputs for the asset or liability, where there is little, if any, observable market activity or data for the asset or liability. This category includes auction rate securities for which the periodic auctions have failed and money market mutual funds managed by The Reserve, an independent mutual fund company, for which the net asset value has declined below \$1.00 per share and the funds are being liquidated.

TD AMERITRADE Clearing, Inc.
(A Wholly Owned Subsidiary of
TD AMERITRADE Holding Corporation)

Notes to Statement of Financial Condition (continued)

The following table presents the Company's fair value hierarchy for assets and liabilities measured on a recurring basis as of March 31, 2009 (in thousands):

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Fair Value</u>
Assets:				
Securities owned	\$ 289	\$ 106	\$ 23,773	\$ 24,168
Total assets at fair value	<u>\$ 289</u>	<u>\$ 106</u>	<u>\$ 23,773</u>	<u>\$ 24,168</u>
Liabilities:				
Securities sold, not yet purchased	\$ 2,519	\$ 48	\$ -	\$ 2,567
Total liabilities at fair value	<u>\$ 2,519</u>	<u>\$ 48</u>	<u>\$ -</u>	<u>\$ 2,567</u>

The following table presents the changes in Level 3 assets and liabilities measured on a recurring basis for the six months ended March 31, 2009 (in thousands):

	<u>October 1, 2008</u>	<u>Realized Losses Included in Earnings</u>	<u>Purchases, Sales, Issuances and Settlements, Net</u>	<u>March 31, 2009</u>
Assets:				
Cash and cash equivalents ⁽¹⁾	\$ 146,686	\$ -	\$ (146,686)	\$ -
Short-term investments ⁽¹⁾	248,262	(54)	(248,208)	-
Securities owned	53,587	-	(29,814)	23,773
Total assets at fair value	<u>\$ 448,535</u>	<u>\$ (54)</u>	<u>\$ (424,708)</u>	<u>\$ 23,773</u>
Liabilities:				
Securities sold, not yet purchased	\$ 4,636	\$ -	\$ (4,636)	\$ -
Total liabilities at fair value	<u>\$ 4,636</u>	<u>\$ -</u>	<u>\$ (4,636)</u>	<u>\$ -</u>

⁽¹⁾ Represents positions in The Reserve Primary Fund as of October 1, 2008. The Company classified \$248.3 million of the Company's Primary Fund holdings as short-term investments as of October 1, 2008 due to uncertainty as to whether these holdings could be converted to cash within three months.

9. Related-Party Transactions

Clearing Agreement

The Company earns clearing fees from TDA Inc. The Company rebates a portion of transaction fees, net interest, and other revenues to TDA Inc. pursuant to the revenue sharing provisions of a clearing agreement.

TD AMERITRADE Clearing, Inc.
(A Wholly Owned Subsidiary of
TD AMERITRADE Holding Corporation)

Notes to Statement of Financial Condition (continued)

Income Taxes

The Company settles consolidated and combined current income tax payables and receivables with the Parent periodically, as amounts become due to or from the taxing authorities. Accounts payable and accrued liabilities includes \$52.7 million of income taxes payable to the Parent as of March 31, 2009.

Transactions with The Toronto-Dominion Bank and Affiliates

The Toronto-Dominion Bank (TD) is an affiliate of the Parent, owning approximately 47.6% of the Parent's common stock as of March 31, 2009, of which 45% is permitted to be voted under the terms of the Stockholders Agreement among TD, the Parent and certain other stockholders. A description of significant transactions with TD and its affiliates is set forth below.

Money Market Deposit Account Agreement

TDA Inc. and TD AMERITRADE Trust Company (TDATC), wholly owned subsidiaries of the Parent, and the Company are party to a money market deposit account (MMDA) agreement with TD Bank USA, N.A. and TD, which was originally entered into on January 24, 2006 in connection with the Parent's acquisition of TD Waterhouse Group, Inc. Under the MMDA agreement, TD Bank USA makes available to clients of TDA Inc. and TDATC money market deposit accounts as designated sweep vehicles. TDA Inc. and TDATC provide marketing and support services for TD Bank USA and the Company acts as agent for the clients of TDA Inc. and as recordkeeper for TD Bank USA, in each case with respect to the money market deposit accounts. In exchange for providing these services, TD Bank USA pays TDA Inc., TDATC and the Company collectively a fee based on the yield earned by TD Bank USA on the client MMDA assets (including any gains or losses from sales of investments), less the actual interest paid to clients, actual interest cost incurred on borrowings, a flat fee to TD Bank USA of 25 basis points and the cost of FDIC insurance premiums.

Effective July 1, 2008, the MMDA agreement was amended. The amended agreement has a term of five years beginning July 1, 2008, and is automatically renewable for successive five-year terms, provided that it may be terminated by any party upon two years' prior written notice. The amended agreement provides that the marketing fee earned on the MMDA agreement is calculated based on three primary components: (a) the actual yield earned on investments in place as of July 1, 2008, which were primarily fixed-income securities backed by Canadian government guarantees, (b) the yield on other fixed-rate investments, based on prevailing fixed rates for identical balances and maturities in the interest rate swap market (generally LIBOR-based) at the time such investments were added to the MMDA portfolio and (c) floating-rate investments, based on the monthly average rate for 30-day LIBOR. The amendment provides that, from time to time, TDA Inc. may recommend amounts and maturity dates for the other fixed-rate investments (component (b) above) in the MMDA portfolio, subject to the approval of

TD AMERITRADE Clearing, Inc.
(A Wholly Owned Subsidiary of
TD AMERITRADE Holding Corporation)

Notes to Statement of Financial Condition (continued)

TD Bank USA. For the month of March 2009, the MMDA portfolio was comprised of approximately 36% component (a) investments, 45% component (b) investments and 19% component (c) investments.

In the event the fee computation results in a negative amount, TDA Inc., TDATEC and the Company must pay TD Bank USA the negative amount. This effectively results in TDA Inc., TDATEC and the Company guaranteeing TD Bank USA revenue of 25 basis points on the MMDA agreement, plus the reimbursement of FDIC insurance premiums. The fee computation under the MMDA agreement is affected by many variables, including the type, duration, credit quality, principal balance and yield of the investment portfolio at TD Bank USA, the prevailing interest rate environment, the amount of client deposits and the yield paid on client deposits. Because a negative MMDA fee computation would arise only if there were extraordinary movements in many of these variables, the maximum potential amount of future payments the Company could be required to make under this arrangement cannot be reasonably estimated. Management believes the potential for the fee calculation to result in a negative amount is remote and the fair value of the guarantee is not material. Accordingly, no contingent liability is carried on the statement of financial condition for the MMDA agreement.

Securities Borrowing and Lending

The Company engages in securities borrowing and lending with TD Securities, Inc. (TDSI), an affiliate of TD. Receivable from brokers, dealers, and clearing organizations includes \$0.7 million of receivables from TDSI as of March 31, 2009. Payable to brokers, dealers, and clearing organizations includes \$121.3 million of payables to TDSI as of March 31, 2009.

Cash Management Services Agreement

Pursuant to a cash management services agreement, TD Bank USA provides cash management services to clients of TDA Inc. and the Company. In exchange for such services, the Company pays TD Bank USA service-based fees agreed upon by the parties. The cash management services agreement will continue in effect for as long as the MMDA agreement remains in effect, provided that it may be terminated by TDA Inc. without cause upon 60 days prior written notice to TD Bank USA.

Other Related-Party Transactions

The Company serves as a transfer agent to several mutual funds managed by an affiliated investment advisor.

TD Options LLC, a subsidiary of TD, pays the Company the amount of exchange-sponsored payment for order flow that it receives for routing TDA Inc. client orders to the exchanges.

TD AMERITRADE Clearing, Inc.
(A Wholly Owned Subsidiary of
TD AMERITRADE Holding Corporation)

Notes to Statement of Financial Condition (continued)

Except as otherwise indicated, receivables from and payables to TD and affiliates of TD resulting from the related party transactions described above are included in receivable from affiliates and payable to affiliates, respectively, on the statement of financial condition. Receivables from and payables to TD affiliates resulting from client cash sweep activity are generally settled in cash the next business day. Other receivables from and payables to affiliates of TD are generally settled in cash on a monthly basis.