UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 10-Q

(Mark One)

☑ **QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934**

For the quarterly period ended September 30, 2026

OR

☐ **TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934**

For the transition period from to

Commission File Number: 001-33440

INTERACTIVE BROKERS GROUP, INC.
(Exact name of registrant as specified in its charter)

Delaware	**30-0390693**
(State or other jurisdiction of incorporation or organization)	(I.R.S. Employer Identification No.)

One Pickwick Plaza
Greenwich, Connecticut 06830
(Address of principal executive office)

(203) 618-5800
(Registrant's telephone number, including area code)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes ☑ No ☐

Indicate by check mark whether the registrant has submitted electronically every Interactive Data File required to be submitted pursuant to Rule 405 of Regulation S-T (§ 232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). Yes ☑ No ☐

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, a smaller reporting company or an emerging growth company. See the definitions of "large accelerated filer," "accelerated filer", "smaller reporting company" and "emerging growth company" in Rule 12b-2 of the Exchange Act. (Check one):

Large accelerated filer ☑ Accelerated filer ☐ Non-accelerated filer ☐ Smaller reporting company ☐ Emerging growth company ☐

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act. ☐

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes ☐ No ☑

Title of each class	Trading Symbol	Name of the exchange on which registered
Common Stock, par value $.01 per share	IBKR	The Nasdaq Global Select Market

As of November 3, 2026, there were 453,103,399 shares of the issuer's Class A common stock, par value $0.01 per share, outstanding and 400 shares of the issuer's Class B common stock, par value $0.01 per share, outstanding.

QUARTERLY REPORT ON FORM 10-Q FOR THE QUARTER ENDED SEPTEMBER 30, 2026

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PART I. FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS (Unaudited)

Interactive Brokers Group, Inc. and Subsidiaries
Condensed Consolidated Statements of Financial Condition
(Unaudited)

(in millions, except share amounts)	September 30, 2026	December 31, 2025
Assets		
Cash and cash equivalents	$ 5,935	$ 4,963
Cash - segregated for regulatory purposes	58,695	50,332
Securities - segregated for regulatory purposes	38,376	26,521
Securities borrowed	12,086	11,589
Securities purchased under agreements to resell	10,005	7,117
Financial instruments owned, at fair value		
Financial instruments owned	4,770	4,873
Financial instruments owned and pledged as collateral	126	109
Total financial instruments owned, at fair value	4,896	4,982
Receivables		
Customers, less allowance for credit losses of $33 and $24 as of September 30, 2026 and December 31, 2025	105,592	90,475
Brokers, dealers, and clearing organizations	5,012	5,161
Interest	687	530
Total receivables	111,291	96,166
Other assets	1,951	1,570
Total assets	$ 243,235	$ 203,240
Liabilities and equity		
Short-term borrowings	$ 18	$ 19
Securities loaned	35,212	24,751
Financial instruments sold, but not yet purchased, at fair value	756	740
Payables		
Customers	180,451	154,336
Brokers, dealers, and clearing organizations	1,890	1,566
Affiliate	242	217
Accounts payable, accrued expenses and other liabilities	1,023	818
Interest	392	321
Total payables	183,998	157,258
Total liabilities	219,984	182,768
Commitments, contingencies and guarantees (see Note 13)		
Equity		
Stockholders' equity		
Common stock, $0.01 par value per share		
Class A – Authorized - 4,000,000,000 shares, Issued - 453,690,328 and 446,130,605 shares, Outstanding – 453,095,018 and 445,413,716 shares as of September 30, 2026 and December 31, 2025	1	1
Class B – Authorized - 1,000 shares, Issued and Outstanding – 400 shares as of September 30, 2026 and December 31, 2025	—	—
Additional paid-in capital	2,071	1,957
Retained earnings	4,143	3,365
Accumulated other comprehensive income, net of income taxes of $0 as of both September 30, 2026 and December 31, 2025	8	56
Treasury stock, at cost, 595,310 and 716,889 shares as of September 30, 2026 and December 31, 2025	(8)	(16)
Total stockholders' equity	6,215	5,363
Noncontrolling interests	17,036	15,109
Total equity	23,251	20,472
Total liabilities and equity	$ 243,235	$ 203,240

See accompanying notes to the condensed consolidated financial statements.

Interactive Brokers Group, Inc. and Subsidiaries
Condensed Consolidated Statements of Comprehensive Income
(Unaudited)

(in millions, except share or per share amounts)	Three Months Ended September 30, 2026	Three Months Ended September 30, 2025	Nine Months Ended September 30, 2026	Nine Months Ended September 30, 2025
Revenues				
Commissions	$ 602	$ 537	$ 1,888	$ 1,567
Other fees and services	88	66	261	206
Other income	70	85	215	192
Total non-interest income	760	688	2,364	1,965
Interest income	2,433	2,101	6,616	5,710
Interest expense	(1,279)	(1,134)	(3,501)	(3,113)
Total net interest income	1,154	967	3,115	2,597
Total net revenues	1,914	1,655	5,479	4,562
Non-interest expenses				
Execution, clearing and distribution fees	134	92	382	329
Employee compensation and benefits	167	156	516	473
Occupancy, depreciation and amortization	29	24	83	72
Communications	11	11	34	32
General and administrative	78	62	214	185
Customer bad debt	(1)	(2)	10	—
Total non-interest expenses	418	343	1,239	1,091
Income before income taxes	1,496	1,312	4,240	3,471
Income tax expense	148	126	383	315
Net income	1,348	1,186	3,857	3,156
Less net income attributable to noncontrolling interests	1,034	923	2,964	2,456
Net income available for common stockholders	$ 314	$ 263	$ 893	$ 700
Earnings per share				
Basic	$ 0.69	$ 0.59	$ 1.99	$ 1.59
Diluted	$ 0.69	$ 0.59	$ 1.98	$ 1.58
Weighted average common shares outstanding				
Basic	452,266,631	444,060,813	448,564,570	439,434,716
Diluted	453,923,924	446,528,983	450,818,725	442,507,940
Comprehensive income				
Net income available for common stockholders	$ 314	$ 263	$ 893	$ 700
Other comprehensive income				
Cumulative translation adjustment, before income taxes	(12)	(10)	(48)	97
Income taxes related to items of other comprehensive income	—	—	—	—
Other comprehensive income (loss), net of tax	(12)	(10)	(48)	97
Comprehensive income available for common stockholders	$ 302	$ 253	$ 845	$ 797
Comprehensive income attributable to noncontrolling interests				
Net income attributable to noncontrolling interests	$ 1,034	$ 923	$ 2,964	$ 2,456
Other comprehensive income - cumulative translation adjustment	(32)	(28)	(132)	278
Comprehensive income attributable to noncontrolling interests	$ 1,002	$ 895	$ 2,832	$ 2,734

See accompanying notes to the condensed consolidated financial statements.

Interactive Brokers Group, Inc. and Subsidiaries
Condensed Consolidated Statements of Cash Flows
(Unaudited)

(in millions)	Nine Months Ended September 30, 2026	2025
Cash flows from operating activities		
Net income	$ 3,857	$ 3,156
Adjustments to reconcile net income to net cash from operating activities		
Deferred income taxes	12	28
Depreciation and amortization	52	45
Amortization of right-of-use assets	26	24
Employee stock plan compensation	96	90
Unrealized (gains) losses on other investments, net	6	(76)
Customer bad debt expense	10	—
Impairment loss	2	—
Shares distributed to customers under IBKR Promotions	17	25
Change in operating assets and liabilities		
Securities - segregated for regulatory purposes	(11,855)	(10,845)
Securities borrowed	(497)	(6,199)
Securities purchased under agreements to resell	(2,888)	(1,949)
Financial instruments owned, at fair value	94	(1,197)
Receivables from customers	(15,127)	(13,157)
Other receivables	(8)	(2,619)
Other assets	(307)	(295)
Securities loaned	10,461	10,783
Securities sold under agreement to repurchase	—	894
Financial instruments sold, but not yet purchased, at fair value	16	206
Payable to customers	26,115	34,099
Other payables	603	1,189
Net cash provided by operating activities	10,685	14,202
Cash flows from investing activities		
Purchases of other investments	(199)	(67)
Distributions received and proceeds from sales of other investments	20	—
Purchase of property, equipment and intangible assets	(88)	(45)
Net cash used in investing activities	(267)	(112)
Cash flows from financing activities		
Short-term borrowings, net	(1)	(4)
Dividends paid to stockholders	(115)	(98)
Distributions to noncontrolling interests	(777)	(680)
Repurchases of common stock for employee tax withholdings	(146)	(84)
Proceeds from the sale of treasury stock	150	95
Payments made under the Tax Receivable Agreement	(14)	(15)
Net cash used in financing activities	(903)	(786)
Effect of exchange rate changes on cash, cash equivalents and restricted cash	(180)	375
Net increase in cash, cash equivalents and restricted cash	9,335	13,679
Cash, cash equivalents and restricted cash at beginning of period	55,295	40,233
Cash, cash equivalents and restricted cash at end of period	$ 64,630	$ 53,912
Cash, cash equivalents and restricted cash		
Cash and cash equivalents	5,935	5,128
Cash segregated for regulatory purposes	58,695	48,784
Cash, cash equivalents and restricted cash at end of period	$ 64,630	$ 53,912
Supplemental disclosures of cash flow information		
Cash paid for interest	$ 3,430	$ 3,108
Cash paid for taxes, net	$ 284	$ 251
Cash paid for amounts included in lease liabilities	$ 32	$ 31
Non-cash financing activities		
Issuance of common stock in exchange of member interests in IBG LLC	$ 220	$ 254
Redemption of member interests from IBG Holdings LLC	$ (220)	$ (254)
Adjustments to additional paid-in capital for changes in proportionate ownership in IBG LLC	$ 48	$ 46
Adjustments to noncontrolling interests for changes in proportionate ownership in IBG LLC	$ (48)	$ (46)
Non-cash distributions to noncontrolling interests	$ (122)	$ —

See accompanying notes to the condensed consolidated financial statements.

Interactive Brokers Group, Inc. and Subsidiaries
Condensed Consolidated Statements of Changes in Equity
Nine Months Ended September 30, 2026
(Unaudited)

(in millions, except share amounts)	Class A Common Stock Issued Shares	Class A Common Stock Par Value	Additional Paid-In Capital	Treasury Stock	Retained Earnings	Accumulated Other Comprehensive Income	Total Stockholders' Equity	Non-controlling Interests	Total Equity
Balance, December 31, 2025	446,130,605	$ 1	$ 1,957	$ (16)	$ 3,365	$ 56	$ 5,363	$ 15,109	$ 20,472
Common stock distributed pursuant to stock incentive plans	3,501						—		—
Net distribution of common stock - IBKR Promotion				4			4	—	4
Compensation for stock grants vesting in the future			8				8	25	33
Dividends paid to stockholders - $0.08 per share					(36)		(36)		(36)
Distributions from IBG LLC to noncontrolling interests							—	(305)	(305)
Comprehensive income					267	(21)	246	846	1,092
Balance, March 31, 2026	446,134,106	$ 1	$ 1,965	$ (12)	$ 3,596	$ 35	$ 5,585	$ 15,675	$ 21,260
Common stock distributed pursuant to stock incentive plans	5,054,787						—		—
Net distribution of common stock - IBKR Promotion				3			3	1	4
Compensation for stock grants vesting in the future			9				9	23	32
Repurchases of common stock for employee tax withholdings under stock incentive plans				(146)			(146)		(146)
Sales of treasury stock			1	146			147	3	150
Dividends paid to stockholders - $0.0875 per share					(39)		(39)		(39)
Distributions from IBG LLC to noncontrolling interests							—	(292)	(292)
Adjustments for changes in proportionate ownership in IBG LLC			48				48	(48)	—
Comprehensive income					312	(15)	297	984	1,281
Balance, June 30, 2026	451,188,893	$ 1	$ 2,023	$ (9)	$ 3,869	$ 20	$ 5,904	$ 16,346	$ 22,250
Issuance of common stock in follow-on offering	2,499,567		33				33	(33)	—
Common stock distributed pursuant to stock incentive plans	1,868						—		—
Net distribution of common stock - IBKR Promotion			1	1			2	—	2
Compensation for stock grants vesting in the future			8				8	23	31
Deferred tax benefit retained - follow-on offering			6				6	—	6
Dividends paid to stockholders - $0.0875 per share					(40)		(40)		(40)
Distributions from IBG LLC to noncontrolling interests							—	(302)	(302)
Comprehensive income					314	(12)	302	1,002	1,304
Balance, September 30, 2026	453,690,328	$ 1	$ 2,071	$ (8)	$ 4,143	$ 8	$ 6,215	$ 17,036	$ 23,251

Interactive Brokers Group, Inc. and Subsidiaries
Condensed Consolidated Statements of Changes in Equity
Nine Months Ended September 30, 2025
(Unaudited)

(in millions, except share amounts)	Class A Common Stock		Additional Paid-In Capital	Treasury Stock	Retained Earnings	Accumulated Other Comprehensive Income	Total Stockholders' Equity	Non-controlling Interests	Total Equity
	Issued Shares	Par Value							
Balance, December 31, 2024	436,244,236	$ 1	$ 1,816	$ (7)	$ 2,515	$ (45)	$ 4,280	$ 12,317	$ 16,597
Issuance of common stock - IBKR Promotion	200,000		3	(10)			(7)	7	—
Net distribution of common stock - IBKR Promotion				6			6	1	7
Compensation for stock grants vesting in the future			8				8	23	31
Dividends paid to stockholders - $0.0625 per share					(27)		(27)		(27)
Distributions from IBG LLC to noncontrolling interests							—	(196)	(196)
Adjustments for changes in proportionate ownership in IBG LLC			1				1	(1)	—
Comprehensive income					213	28	241	830	1,071
Balance, March 31, 2025	436,444,236	$ 1	$ 1,828	$ (11)	$ 2,701	$ (17)	$ 4,502	$ 12,981	$ 17,483
Common stock distributed pursuant to stock incentive plans	5,443,128						—		—
Issuance of common stock - IBKR Promotion	200,000		2	(11)			(9)	8	(1)
Net distribution of common stock - IBKR Promotion				8			8	—	8
Compensation for stock grants vesting in the future			8				8	20	28
Repurchases of common stock for employee tax withholdings under stock incentive plans				(84)			(84)		(84)
Sales of treasury stock			3	84			87	8	95
Dividends paid to stockholders - $0.08 per share					(35)		(35)		(35)
Distributions from IBG LLC to noncontrolling interests							—	(288)	(288)
Adjustments for changes in proportionate ownership in IBG LLC			45				45	(45)	—
Comprehensive income					224	79	303	1,009	1,312
Balance, June 30, 2025	442,087,364	$ 1	$ 1,886	$ (14)	$ 2,890	$ 62	$ 4,825	$ 13,693	$ 18,518
Issuance of common stock in follow-on offering	3,836,000		42				42	(42)	—
Net distribution of common stock - IBKR Promotion			1	7			8	1	9
Compensation for stock grants vesting in the future			8				8	23	31
Deferred tax benefit retained - follow-on offering			6				6		6
Dividends paid to stockholders - $0.08 per share					(36)		(36)		(36)
Distributions from IBG LLC to noncontrolling interests							—	(196)	(196)
Comprehensive income					263	(10)	253	895	1,148
Balance, September 30, 2025	445,923,364	$ 1	$ 1,943	$ (7)	$ 3,117	$ 52	$ 5,106	$ 14,374	$ 19,480

See accompanying notes to the condensed consolidated financial statements.

1. Organization of Business

Interactive Brokers Group, Inc. ("IBG, Inc.") is a Delaware holding company whose primary asset is its ownership of approximately 26.6% of the membership interests of IBG LLC, which, in turn, owns operating subsidiaries (collectively, "IBG LLC"). IBG, Inc. together with IBG LLC and its consolidated subsidiaries (collectively, "the Company"), is an automated global broker specializing in executing and clearing trades in stocks, options, futures, foreign exchange instruments, bonds, mutual funds, exchange-traded funds ("ETFs"), precious metals, and forecast contracts on more than 175 electronic exchanges and market centers around the world and offering custody, prime brokerage, securities and margin lending services to customers. In addition, the Company's customers can use its trading platform to trade certain cryptocurrencies through third-party cryptocurrency service providers that execute, clear and custody the cryptocurrencies. In the United States of America ("U.S."), the Company conducts its business primarily from its headquarters in Greenwich, Connecticut and from Chicago, Illinois. Abroad, the Company conducts its business through offices located in Canada, the United Kingdom, Ireland, Switzerland, Hungary, Dubai, India, China (Hong Kong and Shanghai), Japan, Singapore, and Australia. As of September 30, 2026, the Company had 3,283 employees worldwide.

IBG LLC is a Connecticut limited liability company that conducts its business through its significant operating subsidiaries: Interactive Brokers LLC ("IB LLC"); IBKR Securities Services LLC ("IBKRSS"); Interactive Brokers Canada Inc. ("IBC"); Interactive Brokers (U.K.) Limited ("IBUK"); Interactive Brokers Ireland Limited ("IBIE"); IBKR Financial Services AG ("IBKRFS"); Interactive Brokers (India) Private Limited ("IBI"); Interactive Brokers Hong Kong Limited ("IBHK"); Interactive Brokers Securities Japan, Inc. ("IBSJ"); Interactive Brokers Singapore Private Limited ("IBSG"); and Interactive Brokers Australia Pty Limited ("IBA").

Certain operating subsidiaries are members of various securities and commodities exchanges in North America, Europe and the Asia/Pacific region and are subject to regulatory capital and other requirements (see Note 15). IB LLC, IBKRSS, IBC, IBUK, IBIE, IBI, IBHK, IBSJ, IBSG and IBA carry securities accounts for customers or perform custodial functions relating to customer securities.

2. Significant Accounting Policies

Basis of Presentation

These condensed consolidated financial statements are presented in U.S. dollars and have been prepared in accordance with accounting principles generally accepted in the U.S. ("U.S. GAAP") and pursuant to the rules and regulations of the U.S. Securities and Exchange Commission ("SEC") regarding financial reporting with respect to Form 10-Q.

These condensed consolidated financial statements are unaudited and should be read in conjunction with the audited consolidated financial statements and notes thereto included in the Company's 2025 Annual Report on Form 10-K for the year ended December 31, 2025, which was filed with the SEC on February 27, 2026. The condensed consolidated financial information as of December 31, 2025 has been derived from the audited financial statements not included herein.

These condensed consolidated financial statements include the accounts of the Company and its consolidated subsidiaries and reflect all adjustments of a normal and recurring nature that are, in the opinion of management, necessary for the fair presentation of the results for the periods presented. The operating results for interim periods are not necessarily indicative of the operating results for the entire year.

Principles of Consolidation, including Noncontrolling Interests

These condensed consolidated financial statements include the accounts of IBG, Inc. and its majority and wholly-owned subsidiaries. As sole managing member of IBG LLC, IBG, Inc. exerts control over IBG LLC's operations. In accordance with Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") Topic 810, "Consolidation," the Company consolidates IBG LLC's financial statements and records the interests in IBG LLC that it does not own as noncontrolling interests.

The Company's policy is to consolidate all other entities in which it owns more than 50% unless it does not have control and any potential variable interest entities ("VIEs") where the Company is deemed to be the primary beneficiary when it has the power to make the decisions that most significantly affect the economic performance of the VIE and has the obligation to absorb significant losses or the right to receive benefits that could potentially be significant to the VIE. As of September 30, 2026, the Company was not the primary beneficiary of any VIEs. All inter-company balances and transactions have been eliminated.

Use of Estimates

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts and disclosures in these condensed consolidated financial statements and accompanying notes. These estimates and assumptions are based on judgment and the best available information at the time. Therefore, actual results could differ materially from those estimates. Such estimates include the allowance for credit losses, valuation of certain investments, compensation accruals, current and deferred income taxes, and contingency reserves.

Fair Value

Substantially all of the Company's assets and liabilities, including financial instruments, are carried at fair value based on observable market prices and are marked to market, or are assets and liabilities which are short-term in nature and are carried at amounts that approximate fair value.

The Company applies the fair value hierarchy in accordance with FASB ASC Topic 820, "Fair Value Measurement" ("ASC Topic 820"), to prioritize the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets and liabilities and the lowest priority to unobservable inputs. The three levels of the fair value hierarchy are:

Level 1	Unadjusted quoted prices in active markets that are accessible at the measurement date for identical, unrestricted assets or liabilities.
Level 2	Quoted prices for similar assets in an active market, quoted prices in markets that are not considered to be active or financial instruments for which all significant inputs are observable, either directly or indirectly.
Level 3	Prices or valuations that require inputs that are both significant to fair value measurement and unobservable.

Financial instruments owned, at fair value, and financial instruments sold, but not yet purchased, at fair value are generally classified as Level 1 of the fair value hierarchy. The Company's Level 1 financial instruments, which are valued using quoted market prices as published by exchanges and clearing houses or otherwise broadly distributed in active markets, include active listed stocks, options, warrants and U.S. and foreign government securities. The Company does not adjust quoted prices for financial instruments classified as Level 1 of the fair value hierarchy, even if the Company may hold a large position whereby a purchase or sale could reasonably be expected to impact quoted prices.

Currency forward contracts are valued using broadly distributed bank and broker prices and are classified as Level 2 of the fair value hierarchy since inputs to their valuation can generally be corroborated by market data. Precious metals are valued using an internal model, which incorporates the exchange-traded futures price of the underlying instruments, benchmark interest rates and estimated storage costs, and are classified as Level 2 of the fair value hierarchy since the significant inputs to their valuation are observable. Other securities that are not traded in active markets are also classified as Level 2 of the fair value hierarchy. Level 3 financial instruments are comprised of securities that have been delisted or otherwise are no longer tradable in active markets and have been valued by the Company based on internal estimates.

Earnings per Share

Earnings per share ("EPS") is computed in accordance with FASB ASC Topic 260, "Earnings per Share." Basic EPS is computed by dividing the net income available for common stockholders by the weighted average number of shares outstanding for that period. Diluted EPS is calculated by dividing the net income available for common stockholders by the diluted weighted average shares outstanding for that period. Diluted EPS includes the determinants of basic EPS and, in addition, reflects the dilutive effect of shares of common stock estimated to be distributed in the future under the Company's stock-based compensation plans, with no adjustments to net income available for common stockholders for potentially dilutive common shares.

Current Expected Credit Losses

The Company follows FASB ASC Topic 326 – "Financial Instruments – Credit Losses" ("ASC Topic 326") which applies to financial assets measured at amortized cost, held-to-maturity debt securities and off-balance sheet credit exposures. For on-balance sheet assets, an allowance must be recognized at the origination or purchase of in-scope assets and represents the expected credit losses over the contractual life of those assets. Expected credit losses on off-balance sheet credit exposures must be estimated over the contractual period the Company is exposed to credit risk as a result of a present obligation to extend credit. The impact to the current period is not material since the Company's in-scope assets are primarily subject to collateral maintenance provisions for which the Company elected to apply the practical expedient of reporting the difference between the fair value of the collateral and the amortized cost for the in-scope assets as the allowance for current expected credit losses.

Cash and Cash Equivalents

Cash and cash equivalents consist of deposits with banks and all highly liquid investments, with maturities of three months or less, that are not segregated and deposited for regulatory purposes or to meet margin requirements at clearing houses and clearing banks.

Cash and Securities – Segregated for Regulatory Purposes

As a result of customer activities, certain operating subsidiaries are obligated by rules mandated by their primary regulators to segregate or set aside cash or qualified securities to satisfy such regulations, which have been promulgated to protect customer assets. Restricted cash represents cash and cash equivalents that are subject to withdrawal or usage restrictions. Cash segregated for regulatory purposes meets the definition of restricted cash and is reported in "Cash, cash equivalents and restricted cash" in the condensed consolidated statements of cash flows.

The table below presents the composition of the Company's securities segregated for regulatory purposes for the periods indicated.

	September 30, 2026	December 31, 2025
	(in millions)	
U.S. and foreign government securities	$ 8,299	$ 6,031
Municipal securities	121	66
Securities purchased under agreements to resell [1]	26,936	17,981
Securities borrowed [1]	3,020	2,443
	$ 38,376	$ 26,521

1. These balances are collateralized by U.S. government securities.

Securities Borrowed and Securities Loaned

Securities borrowed and securities loaned are recorded at the amount of the cash collateral advanced or received. Securities borrowed transactions require the Company to provide counterparties with collateral, which may be in the form of cash, letters of credit or other securities. With respect to securities loaned, the Company receives collateral, which may be in the form of cash or other securities in an amount generally in excess of the fair value of the securities loaned. The Company monitors the market value of securities borrowed and loaned daily, with additional collateral obtained or refunded as permitted contractually. The Company's policy is to net, in the condensed consolidated statements of financial condition, securities borrowed and securities loaned contracts entered into with the same counterparty that meet the offsetting requirements prescribed in FASB ASC Topic 210-20, "Balance Sheet – Offsetting" ("ASC Topic 210-20").

Securities lending fees received and paid by the Company are reported in "Interest income" and "Interest expense," respectively, in the condensed consolidated statements of comprehensive income.

Securities Purchased Under Agreements to Resell and Securities Sold Under Agreements to Repurchase

Securities purchased under agreements to resell and securities sold under agreements to repurchase, which are reported as collateralized financing transactions, are recorded at contract value, which approximates fair value. To ensure that the fair value of the underlying collateral remains sufficient, the collateral is valued daily with additional collateral obtained or excess collateral returned, as permitted under contractual provisions. The Company's policy is to net, in the condensed consolidated statements of financial condition, securities purchased under agreements to resell transactions and securities sold under agreements to repurchase transactions entered into with the same counterparty that meet the offsetting requirements prescribed in ASC Topic 210-20.

Financial Instruments Owned and Financial Instruments Sold, But Not Yet Purchased, at Fair Value

Financial instrument transactions are accounted for on a trade date basis. Financial instruments owned and financial instruments sold, but not yet purchased are stated at fair value based upon quoted market prices, or if not available, are valued by the Company based on internal estimates (see Fair Value above). The Company's financial instruments pledged to counterparties where the counterparty has the right, by contract or custom, to sell or repledge the financial instruments are reported in "Financial instruments owned and pledged as collateral" in the condensed consolidated statements of financial condition.

Customer Receivables and Payables

Receivables from and payables to customers include amounts due on cash and margin transactions, including futures contracts transacted on behalf of customers. Securities owned by customers, including those that collateralize margin loans or other similar transactions, are not reported in the condensed consolidated statements of financial condition. Amounts receivable from customers that are determined by management to be uncollectible are reported in "Customer bad debt" in the condensed consolidated statements of comprehensive income (see Current Expected Credit Losses above).

Receivables from and Payables to Brokers, Dealers and Clearing Organizations

Receivables from and payables to brokers, dealers and clearing organizations include net receivables and payables from unsettled trades, including amounts related to futures and options on futures contracts executed on behalf of customers, amounts receivable for securities not delivered by the Company to the purchaser by the settlement date ("fails to deliver") and cash deposits. Payables to brokers, dealers and clearing organizations also include amounts payable for securities not received by the Company from a seller by the settlement date ("fails to receive").

Investments

The Company makes certain strategic investments related to its business which are reported in "Other assets" in the condensed consolidated statements of financial condition. The Company accounts for these investments as follows:

- Under the equity method of accounting as required under FASB ASC Topic 323, "Investments – Equity Method and Joint Ventures." These investments, including where the investee is a limited partnership or limited liability company, are recorded at the fair value amount of the Company's initial investment and are adjusted each period for the Company's share of the investee's income or loss. Contributions paid to and distributions received from equity method investees are recorded as additions or reductions, respectively, to the respective investment balance.

- At fair value, if the investment in equity securities has a readily determinable fair value.

- At adjusted cost, if the investment does not have a readily determinable fair value. Adjusted cost represents the historical cost, less impairment if any. If the Company identifies observable price changes in orderly transactions for the identical or a similar investment of the same issuer, the Company measures the equity security at fair value as of the date that the observable transaction occurred in accordance with FASB ASC Topic 321, "Investments in Equity Securities."

A judgmental aspect of accounting for investments is evaluating whether a decline in the value of an investment has occurred. The evaluation of impairment is dependent on specific quantitative and qualitative factors and circumstances surrounding an investment, including recurring operating losses, credit defaults and subsequent rounds of financing. Most of the Company's equity investments do not have readily determinable market values. All investments are reviewed for changes in circumstances or occurrence of events that suggest the Company's investment may not be recoverable. An impairment loss, if any, is recognized in the period the determination is made.

The table below presents the composition of the Company's investments for the periods indicated.

	September 30, 2026	December 31, 2025
	(in millions)	
Equity method investments [1]	$ 241	$ 159
Investments in equity securities at adjusted cost [2]	37	39
Investments in equity securities at fair value [2]	38	88
Investments in exchange memberships and equity securities of certain exchanges [2]	2	2
	$ 318	$ 288

1. The Company's share of income or losses is reported in "Other income" in the condensed consolidated statements of comprehensive income.
2. These investments do not qualify for the equity method of accounting. Dividends received are reported in "Other income" in the condensed consolidated statements of comprehensive income.

Property, Equipment and Intangible Assets

Property, equipment and intangible assets, which are reported in "Other assets" in the condensed consolidated statements of financial condition, consist of leasehold improvements, computer equipment, software developed for the Company's internal use, office furniture and equipment.

Property and equipment are recorded at historical cost, less accumulated depreciation and amortization. Additions and improvements that extend the lives of assets are capitalized, while expenditures for repairs and maintenance are expensed as incurred. Depreciation and amortization are computed using the straight-line method. Equipment is depreciated over the estimated useful lives of the assets, while leasehold improvements are amortized over the lesser of the estimated economic useful life of the asset or the term of the lease. Computer equipment is depreciated over three to five years and office furniture and equipment are depreciated over five to seven years. Intangible assets with a finite life are amortized on a straight-line basis over their estimated useful lives of three to five years, and tested for recoverability whenever events indicate that the carrying amounts may not be recoverable. Qualifying costs for internally developed software are capitalized and amortized over the expected useful life of the developed software, not to exceed three years. Upon retirement or disposition of property and equipment, the cost and related accumulated depreciation are removed from the condensed consolidated statements of financial condition and any resulting gain or loss is reported in "Other income" in the condensed consolidated statements of comprehensive income. Fully depreciated (or amortized) assets are retired periodically throughout the year.

Leases

The Company reviews all relevant contracts to determine if the contract contains a lease at its inception date. A contract contains a lease if the contract conveys to the company the right to control the use of an underlying asset for a period of time in exchange for consideration. If the Company determines that a contract contains a lease, it recognizes, in the condensed consolidated statements of financial condition, a lease liability and a corresponding right-of-use asset on the commencement date of the lease. The lease liability is initially measured at the present value of the future lease payments over the lease term using the rate implicit in the lease or, if not readily determinable, the Company's secured incremental borrowing rate. An operating lease right-of-use asset is initially measured at the value of the lease liability minus any lease incentives and initial direct costs incurred plus any prepaid rent.

The Company's leases are classified as operating leases and consist of real estate leases for office space, data centers and other facilities. Each lease liability is measured using the Company's secured incremental borrowing rate, which is based on an internally developed yield curve using interest rates of third parties' corporate debt issued with a similar risk profile as the Company and a duration similar to the lease term. The Company's leases have remaining terms of less than one year to thirteen years, some of which include options to extend the lease term, and some of which include options to terminate the lease upon notice. The Company considers these options when determining the lease term used to calculate the right-of-use asset and the lease liability when the Company is reasonably certain it will exercise such option.

The Company's operating leases contain both lease components and non-lease components. Non-lease components are distinct elements of a contract that are not related to securing the use of the underlying assets, such as common area maintenance and other management costs. The Company elected to measure the lease liability by combining the lease and non-lease components as a single lease component. As such, the Company includes the fixed payments and any payments that depend on a rate or index that relate to the lease and non-lease components in the measurement of the lease liability. Some of the non-lease components are variable and not based on an index or rate, and as a result, are not included in the measurement of the right-of-use asset or lease liability.

Operating lease expense is recognized on a straight-line basis over the lease term and is reported in "Occupancy, depreciation and amortization" in the condensed consolidated statements of comprehensive income.

Comprehensive Income and Foreign Currency Translation

The Company's operating results are reported in the condensed consolidated statements of comprehensive income pursuant to FASB ASC Topic 220, "Comprehensive Income."

Comprehensive income consists of two components: net income and other comprehensive income ("OCI"). The Company's OCI is comprised of gains and losses resulting from translating foreign currency financial statements of non-U.S. subsidiaries, net of related income taxes, where applicable. In general, the practice and intention of the Company is to reinvest the earnings of its non-U.S. subsidiaries in those operations; therefore, tax is usually not accrued on OCI.

The Company's non-U.S. domiciled subsidiaries have a functional currency that is other than the U.S. dollar. Such subsidiaries' assets and liabilities are translated into U.S. dollars at period-end exchange rates, and revenues and expenses are translated at average exchange rates prevailing during the period. Adjustments that result from translating amounts from a subsidiary's functional currency to the U.S. dollar (as described above) are reported net of tax, where applicable, in "Accumulated other comprehensive income" in the condensed consolidated statements of financial condition.

Revenue Recognition

Commissions

Commissions earned for executing and/or clearing transactions are accrued on a trade date basis and are reported in "Commissions" in the condensed consolidated statements of comprehensive income. Commissions also include payments for order flow income received from IBKR Lite[SM] liquidity providers. The Company's IBKR Lite[SM] offering provides commission-free trades on U.S. exchange-listed stocks and ETFs and generates no commission revenues from customers on these trades. See Note 8 for further information on revenue from contracts with customers.

Other Fees and Services

The Company earns fee income on services provided to customers, which includes market data fees, risk exposure fees, payments for order flow from exchange-mandated programs, Insured Bank Deposit Sweep Program fees ("FDIC sweep fees"), and other fees and services charged to customers, which are reported in "Other fees and services" in the condensed consolidated statements of comprehensive income. Fee income is recognized either daily or monthly. See Note 8 for further information on revenue from contracts with customers.

Interest Income and Expense

The Company earns interest income and incurs interest expense primarily in connection with its brokerage customer business and its securities lending activities, which are recorded on an accrual basis and are reported in "Interest income" and "Interest expense," respectively, in the condensed consolidated statements of comprehensive income.

Principal Transactions

Principal transactions include gains and losses as a result of changes in the fair value of financial instruments owned, at fair value, financial instruments sold, but not yet purchased, at fair value, and other investments measured at fair value (i.e., unrealized gains and losses) and realized gains and losses related to the Company's principal transactions. These include net gains and losses on stocks, options, U.S. and foreign government securities, municipal securities, futures, foreign exchange, precious metals and other derivative instruments, which are reported on a net basis in "Other income" in the condensed consolidated statements of comprehensive income. Dividends are integral to the valuation of stocks. Accordingly, dividend income and expense attributable to financial instruments owned, at fair value and financial instruments sold, but not yet purchased, at fair value, are reported on a net basis in "Other income" in the condensed consolidated statements of comprehensive income.

Foreign Currency Gains and Losses

Foreign currency balances are assets and liabilities in currencies other than the Company's functional currency. At every reporting date, the Company revalues its foreign currency balances to its functional currency at the spot exchange rate and records the associated foreign currency gains and losses. These foreign currency gains and losses are reported in the condensed consolidated statements of comprehensive income, as follows: (a) foreign currency gains and losses related to the Company's currency diversification strategy are reported in "Other income"; (b) foreign currency gains and losses arising from currency swap transactions are reported in "Interest income" or "Interest expense"; and (c) all other foreign currency gains and losses are reported in "Other income."

Rebates

Rebates consist of volume discounts, credits, or payments received from exchanges or other market centers related to the placement and/or removal of liquidity from the marketplace and are recorded on an accrual basis. Rebates are reported net within "Execution, clearing and distribution fees" in the condensed consolidated statements of comprehensive income. Rebates received for trades executed on behalf of customers that elect tiered pricing are passed, in whole or part, to these customers, and such pass-through amounts are reported net within "Commissions" in the condensed consolidated statements of comprehensive income.

Stock-Based Compensation

The Company follows FASB ASC Topic 718, "Compensation - Stock Compensation" ("ASC Topic 718"), to account for its stock-based compensation plans. ASC Topic 718 requires all share-based payments to employees to be recognized in the condensed consolidated financial statements using a fair value-based method. Grants, which are denominated in U.S. dollars, are communicated to employees in the year of the grant, thereby establishing the fair value of each grant. The fair value of awards granted to employees are generally expensed as follows: 50% in the year of grant in recognition of the plans' post-employment provisions (as described below) and the remaining 50% over the related vesting period utilizing the "graded vesting" method permitted under ASC Topic 718. In the case of "retirement eligible" employees (those employees older than 59), 100% of awards are expensed when granted.

Awards granted under stock-based compensation plans are subject to the plans' post-employment provisions in the event an employee ceases employment with the Company. The plans provide that employees who discontinue employment with the Company without cause and continue to meet the terms of the plans' post-employment provisions will be eligible to earn 50% of previously granted but not yet earned awards, unless the employee is over the age of 59, in which case the employee would be eligible to receive 100% of previously granted but not yet earned awards.

Income Taxes

The Company accounts for income taxes in accordance with FASB ASC Topic 740, "Income Taxes" ("ASC Topic 740"). The Company's income tax expense, deferred tax assets and liabilities, and reserves for unrecognized tax benefits are based on enacted tax laws (see Note 11) and reflect management's best assessment of estimated future taxes to be paid. The Company is subject to income taxes in the U.S. and numerous foreign jurisdictions. Determining income tax expense requires significant judgment and estimates.

Deferred income tax assets and liabilities arise from temporary differences between the tax and financial statement recognition of underlying assets and liabilities. In evaluating the ability to recover deferred tax assets within the jurisdictions from which they arise, the Company considers all available positive and negative evidence, including scheduled reversals of deferred tax liabilities, projected future taxable income, tax-planning strategies and results of recent operations. In projecting future taxable income, historical results are adjusted for changes in accounting policies and incorporate assumptions including the amount of future state, federal and foreign pre-tax operating income, the reversal of temporary differences, and the implementation of feasible and prudent tax-planning strategies. These assumptions require significant judgment about the forecasts of future taxable income and are consistent with the plans and estimates the Company is using to manage the underlying businesses. In evaluating the objective evidence that historical results provide, three years of cumulative operating income (loss) are considered. Deferred income taxes have not been provided for U.S. tax liabilities or for additional foreign taxes on the unremitted earnings of foreign subsidiaries that have been indefinitely reinvested.

The calculation of the Company's tax liabilities involves dealing with uncertainties in the application of complex tax laws and regulations in a multitude of jurisdictions across the Company's global operations. Changes in tax laws and rates could also affect recorded deferred tax assets and liabilities in the future. A number of jurisdictions outside of the United States, including the European Union countries, have enacted legislation for global minimum taxation that was established by the Organization for Economic Cooperation and Development ("OECD") as part of the base erosion and profit shifting project known as "Pillar Two," which generally imposes a minimum effective tax rate of 15% in each of the participating jurisdictions. The Pillar Two legislation is highly complex and continues to undergo significant changes, and we continue to monitor any newly issued OECD guidance and legislation enacted by individual jurisdictions and evaluate the potential impact on income tax expense as the Pillar Two legislation becomes effective in countries and territories where the Company operates.

The Company records tax liabilities in accordance with ASC Topic 740 and adjusts these liabilities when management's judgment changes as a result of the evaluation of new information not previously available. Because of the complexity of some of these uncertainties, the ultimate resolution may result in payments that are different from the current estimates of these tax liabilities. These differences will be reflected as increases or decreases to income tax expense in the period in which new information becomes available.

The Company recognizes a tax benefit from an uncertain tax position only when it is more likely than not that the position will be sustained upon examination, including resolutions of any related appeals or litigation processes, on the basis of its technical merits. A tax position that meets this standard is measured at the largest amount of benefit that will more likely than not be realized on settlement.

The Company recognizes interest related to income tax matters as interest income or interest expense and penalties related to income tax matters as "Income tax expense" in the condensed consolidated statements of comprehensive income.

FASB Standards adopted as of September 30, 2026

Standard	Summary of guidance	Effect on financial statements
Financial Instruments - Credit Losses (Topic 326) *Issued July 2025*	• Provides all companies with a practical expedient when estimating expected credit losses on current accounts receivable and/or current contract assets. • In developing reasonable and supportable forecasts as part of estimating expected credit losses, all companies may elect a practical expedient that assumes that current conditions as of the balance sheet date do not change for the remaining life of the asset.	• Adopted January 1, 2026. • The adoption of the changes did not have a material impact on the Company's consolidated financial statements.

FASB Standards issued but not adopted as of September 30, 2026

Standard	Summary of guidance	Effect on financial statements
Income Statement - Reporting Comprehensive Income - Expense Disaggregation Disclosures (Subtopic 220-40) *Issued November 2024*	• Requires companies to disclose the amounts of employee compensation, depreciation, and intangible asset amortization included in each relevant expense caption. • Requires companies to include certain amounts already required to be disclosed under current U.S. GAAP in the same disclosure as the other disaggregation requirements. • Disclose the total amount of selling expenses and the company's definition of selling expenses. • Requires companies to disclose a qualitative description of amounts remaining in relevant expense captions that are not separately disaggregated.	• Effective for annual reporting periods beginning after December 15, 2026, and interim reporting periods beginning after December 15, 2027. • The Company is currently assessing the impact to its consolidated financial statements.
Intangibles - Goodwill and Other - Internal-Use Software - Targeted Improvements to the Accounting for Internal-Use Software (Subtopic 350-40) *Issued September 2025*	• Requires companies to start capitalizing software costs when management has authorized and committed to funding the project and it is probably the project will be completed, and the software will be used to perform the function intended. • Requires companies to determine whether there is significant uncertainty associated with development activities that would prevent it from reaching the probable-to-complete recognition threshold.	• Effective for annual reporting periods beginning after December 15, 2027, and interim reporting periods within those annual periods. • The Company is currently assessing the impact to its consolidated financial statements.
Environmental Credits and Environmental Credit Obligations (Topic 818) *Issued May 2026*	• Requires companies to recognize an environmental credit as an asset when it is probable it will be used to settle an environmental credit obligation, transferred in an exchange transaction, or used in a nonreciprocal transfer. • Requires companies to disclose qualitative information about how it obtained and intends to use its environmental credits, the accounting policies used to account for them, and any significant estimates.	• Effective for annual reporting periods beginning after December 15, 2027, and interim reporting periods within those annual periods. • The Company is currently assessing the impact to its consolidated financial statements.

3. Trading Activities and Related Risks

Trading activities expose the Company to market and credit risks. These risks are managed in accordance with established risk management policies and procedures. To accomplish this, management has established a risk management process that includes:

- a regular review of the risk management process by executive management as part of its oversight role;
- defined risk management policies and procedures supported by a rigorous analytic framework; and
- articulated risk tolerance levels as defined by executive management that are regularly reviewed to ensure that the Company's risk-taking is consistent with its business strategy, its capital structure, and current and anticipated market conditions.

Market Risk

The Company is exposed to various market risks. Exposures to market risks arise from equity price risk, foreign currency exchange rate fluctuations and changes in interest rates. The Company seeks to mitigate market risk associated with trading inventories by employing hedging strategies that correlate rate, price and spread movements of trading inventories and related financing and hedging activities. The Company uses a combination of cash instruments and exchange-traded derivatives to hedge its market exposures. The Company does not apply hedge accounting. The following discussion describes the types of market risk faced:

Equity Price Risk

Equity price risk arises from the possibility that equity security prices will fluctuate, affecting the value of equity securities and other instruments that derive their value from a particular stock, a defined basket of stocks, or a stock index. The Company is subject to equity price risk primarily in financial instruments owned, at fair value and financial instruments sold, but not yet purchased, at fair value. The Company attempts to limit such risks by continuously reevaluating prices and by diversifying its portfolio across many different options, futures and underlying securities and avoiding concentrations of positions based on the same underlying security.

Interest Rate Risk

Interest rate risk arises from the possibility that changes in interest rates will affect the value of financial instruments. The Company is exposed to interest rate risk on cash and margin balances, positions carried in equity and fixed income securities, options, futures and on its borrowings. These risks are managed through investment policies and by entering into interest rate futures contracts.

Currency Risk

Currency risk arises from the possibility that fluctuations in foreign exchange rates will impact the value of financial instruments. The Company manages this risk using spot (i.e., cash) currency transactions, currency futures contracts and currency forward contracts. The Company actively manages its currency exposure using a currency diversification strategy that is based on a defined basket of ten currencies internally referred to as the "GLOBAL." These strategies minimize the fluctuation of the Company's equity as expressed in GLOBALs, thereby diversifying its risk in alignment with these global currencies, weighted by the Company's view of their importance. As the Company's financial results are reported in U.S. dollars, the change in the value of the GLOBAL as expressed in U.S. dollars affects the Company's earnings. The impact of this currency diversification strategy in the Company's earnings is reported in "Other income" in the condensed consolidated statements of comprehensive income.

Credit Risk

The Company is exposed to the risk of loss if a customer, counterparty or issuer fails to perform its obligations under contractual terms ("default risk"). Both cash instruments and derivatives expose the Company to default risk. The Company has established policies and procedures for mitigating credit risk on principal transactions, including reviewing and establishing limits for credit exposure, maintaining collateral and continually assessing the creditworthiness of counterparties.

The Company's exposure to credit risk is limited as contracts entered into are settled directly at securities and commodities clearing houses or are settled through member firms and banks with substantial financial and operational resources. Over-the-counter transactions, such as securities lending and contracts for differences ("CFDs"), are marked to market daily and are conducted with counterparties that have undergone a thorough credit review. The Company seeks to control the risks associated with its customer margin activities by requiring customers to maintain collateral in compliance with regulatory and internal guidelines.

In the normal course of business, the Company executes, settles and finances various customer securities transactions. Execution of these transactions includes the purchase and sale of securities which exposes the Company to default risk arising from the potential that customers or counterparties may fail to satisfy their obligations. In these situations, the Company may be required to purchase or sell financial instruments at unfavorable market prices to satisfy obligations to customers or counterparties. Liabilities to other brokers and dealers related to unsettled transactions (i.e., securities fails to receive) are recorded at the amount for which the securities were purchased, and are paid upon receipt of the securities from other brokers or dealers. In the case of aged securities fails to receive, the Company may purchase the underlying security in the market and seek reimbursement for any losses from the counterparty.

For cash management purposes, the Company enters into short‑term securities purchased under agreements to resell and securities sold under agreements to repurchase transactions ("repos") in addition to securities borrowing and lending arrangements, all of which may result in credit exposure in the event the counterparty to a transaction is unable to fulfill its contractual obligations. Repos are collateralized by securities with a market value in excess of the obligation under the contract. Similarly, securities lending agreements are collateralized by deposits of cash or securities. The Company attempts to minimize credit risk associated with these activities by monitoring collateral values daily and requiring additional collateral to be deposited with or returned to the Company as permitted under contractual provisions.

Concentrations of Credit Risk

The Company's exposure to credit risk associated with its trading and other activities is measured on an individual counterparty basis, as well as by groups of counterparties that share similar attributes. Concentrations of credit risk can be affected by changes in political, industry, or economic factors. To reduce the potential for risk concentration, credit limits are established and exposure is monitored in light of changing counterparty and market conditions. As of September 30, 2026, the Company did not have any material concentrations of credit risk outside the ordinary course of business.

Off‑Balance Sheet Risks

The Company may be exposed to a risk of loss not reflected in the condensed consolidated financial statements to settle futures and certain over‑the‑counter contracts at contracted prices, which may require repurchase or sale of the underlying products in the market at prevailing prices. Accordingly, these transactions result in off‑balance sheet risk as the Company's cost to liquidate such contracts may exceed the amounts reported in the condensed consolidated statements of financial condition.

4. Equity and Earnings per Share

In connection with IBG, Inc.'s initial public offering of Class A common stock ("IPO") in May 2007, it purchased 10.0% of the membership interests in IBG LLC from IBG Holdings LLC ("Holdings"), became the sole managing member of IBG LLC and began to consolidate IBG LLC's financial results into its financial statements. Holdings owns all of IBG, Inc.'s Class B common stock, which has voting rights in proportion to its ownership interests in IBG LLC. The table below presents the amount of IBG LLC membership interests held by IBG, Inc. and Holdings as of September 30, 2026.

	IBG, Inc.	Holdings	Total
Ownership %	26.6%	73.4%	100.0%
Membership interests	453,172,548	1,248,237,849	1,701,410,397

These condensed consolidated financial statements reflect the results of operations and financial position of IBG, Inc., including consolidation of its investment in IBG LLC and its subsidiaries. The noncontrolling interests in IBG LLC attributable to Holdings are reported as a component of "Total equity" in the condensed consolidated statements of financial condition.

Recapitalization and Post‑IPO Capital Structure

Immediately before and immediately following the consummation of the IPO, IBG, Inc., Holdings, IBG LLC and the members of IBG LLC consummated a series of transactions collectively referred to herein as the "Recapitalization." In connection with the Recapitalization, IBG, Inc., Holdings and the historical members of IBG LLC entered into an exchange agreement, dated as of May 3, 2007 (the "Exchange Agreement"), under which the historical members of IBG LLC received membership interests in Holdings in exchange for their membership interests in IBG LLC. Additionally, IBG, Inc. became the sole managing member of IBG LLC.

In connection with the consummation of the IPO, Holdings used the net proceeds to redeem 10.0% of members' interests in Holdings in proportion to their interests. Immediately following the Recapitalization and IPO, Holdings owned approximately 90% of IBG LLC and 100% of IBG, Inc.'s Class B common stock.

Since the consummation of the IPO and Recapitalization, IBG, Inc.'s equity capital structure has been comprised of Class A and Class B common stock. All shares of common stock have a par value of $0.01 per share and have identical rights to earnings and dividends and in liquidation. The below table presents the authorized, issued, and outstanding shares for the periods indicated.

	September 30, 2026			December 31, 2025		
	Authorized	Issued	Outstanding	Authorized	Issued	Outstanding
Class A common stock	4,000,000,000	453,690,328	453,095,018	4,000,000,000	446,130,605	445,413,716
Class B common stock	1,000	400	400	1,000	400	400
Preferred stock	10,000	-	-	10,000	-	-

As a result of a federal income tax election made by IBG LLC applicable to the acquisition of IBG LLC member interests by IBG, Inc., the income tax basis of the assets of IBG LLC acquired by IBG, Inc. have been adjusted based on the amount paid for such interests. Deferred tax assets were recorded as of the IPO date and in connection with subsequent redemptions of Holdings member interests in exchange for common stock. These deferred tax assets are reported in "Other assets" in the condensed consolidated statements of financial condition and are being amortized as additional deferred income tax expense over 15 years from the IPO date and from the additional redemption dates, respectively, as allowable under current tax law. As of September 30, 2026 and December 31, 2025, the unamortized balance of these deferred tax assets was $244 million and $222 million, respectively.

IBG, Inc. also entered into an agreement (the "Tax Receivable Agreement") with Holdings to pay Holdings (for the benefit of the former members of IBG LLC) 85% of the tax savings that IBG, Inc. actually realizes as the result of tax basis increases. These payables to Holdings are reported in "Payable to affiliate" in the condensed consolidated statements of financial condition. The remaining 15% is accounted for as a permanent increase to "Additional paid‑in capital" in the condensed consolidated statements of financial condition.

The cumulative amounts of deferred tax assets, payables to Holdings and additional paid‑in capital arising from stock offerings from the date of the IPO through September 30, 2026 were $764 million, $650 million and $114 million, respectively. Amounts payable under the Tax Receivable Agreement are payable to Holdings annually following the filing of IBG, Inc.'s federal income tax return. The Company has paid Holdings a cumulative total of $321 million through September 30, 2026 under the terms of the Tax Receivable Agreement.

The Exchange Agreement, as amended, provides for future redemptions of member interests and for the purchase of member interests in IBG LLC by IBG, Inc. from Holdings, which could result in IBG, Inc. acquiring the remaining member interests in IBG LLC that it does not own. On an annual basis, members of Holdings can request redemption of their interests.

At the time of IBG, Inc.'s IPO in 2007, the Company reserved 360 million shares, 1.440 billion shares on a post-split basis, of authorized common stock for future sales and redemptions. From 2008 through 2010, Holdings redeemed 20,053,036 IBG LLC interests with a total value of $114 million, which redemptions were funded using cash on hand at IBG LLC. Upon cash redemption, these IBG LLC interests were retired. From 2011 through 2025, IBG, Inc. issued 165,613,780 shares of common stock (with a fair value of $2.2 billion) directly to Holdings in exchange for an equivalent number of member interests in IBG LLC. On July 31, 2026, the Company filed a Prospectus Supplement on Form 424B5 with the SEC to issue 2,499,567 shares of common stock (with a fair value of $220 million) in exchange for an equivalent number of member interests in IBG LLC.

On July 31, 2026, the Company filed a Prospectus Supplement on Form 424B (File Number 333-297857) with the SEC to re-register up to 920,000 shares of common stock, offering the opportunity for eligible persons to receive awards in the form of an offer to receive such shares by participating in one or more promotions that are designed to attract new customers to the Company's brokerage platform, increase assets held with the Company's brokerage business and enhance customer loyalty. The Company has authorized a total of 4,000,000 shares of common stock to be issued under these promotions. From 2019 through September 30, 2026, the Company issued 3,080,000 shares to IBG LLC for distribution to eligible customers of certain of its subsidiaries.

As a consequence of redemption transactions in accordance with the Exchange Agreement, distribution of shares to customers under one or more promotions, and distribution of shares to employees (see Note 10), IBG, Inc.'s interest in IBG LLC has increased to approximately 26.6%, with Holdings owning the remaining 73.4% as of September 30, 2026. The redemptions also increased the Holdings interest held by Mr. Thomas Peterffy and his affiliates from approximately 84.6% at the IPO to approximately 91.8% as of September 30, 2026.

Earnings per Share

Basic earnings per share is calculated utilizing net income available for common stockholders divided by the weighted average number of shares of Class A and Class B common stock outstanding for that period.

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2026	2025	2026	2025
	(in millions, except share or per share amounts)			
Basic earnings per share				
Net income available for common stockholders	$ 314	$ 263	$ 893	$ 700
Weighted average shares of common stock outstanding				
Class A	452,266,231	444,060,413	448,564,170	439,434,316
Class B	400	400	400	400
	452,266,631	444,060,813	448,564,570	439,434,716
Basic earnings per share	$ 0.69	$ 0.59	$ 1.99	$ 1.59

Diluted earnings per share are calculated utilizing the Company's basic net income available for common stockholders divided by diluted weighted average shares outstanding with no adjustments to net income available to common stockholders for potentially dilutive common shares.

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2026	2025	2026	2025
	(in millions, except share or per share amounts)			
Diluted earnings per share				
Net income available for common stockholders	$ 314	$ 263	$ 893	$ 700
Weighted average shares of common stock outstanding				
Class A				
Issued and outstanding	452,266,231	444,060,413	448,564,170	439,434,316
Potentially dilutive common shares				
Issuable pursuant to employee stock incentive plans	1,657,293	2,468,170	2,254,155	3,073,224
Class B	400	400	400	400
	453,923,924	446,528,983	450,818,725	442,507,940
Diluted earnings per share	$ 0.69	$ 0.59	$ 1.98	$ 1.58

Member Distributions and Stockholder Dividends

In April 2026, the Company increased its quarterly dividend from $0.08 per share to $0.0875 per share of common stock. During the nine months ended September 30, 2026, IBG LLC made distributions totaling $1.2 billion, to its members, of which IBG, Inc.'s proportionate share was $323 million. In March 2026, the Company paid quarterly cash dividends of $0.08 per share of common stock, totaling $36 million. In June and September 2026, the Company paid quarterly cash dividends of $0.0875 per share of common stock, totaling $79 million.

On October 15, 2026, the Company declared an increase in the quarterly cash dividend from $0.0875 per share to $0.15 per share of common stock, payable on December 14, 2026, to stockholders of record as of December 1, 2026.

5. Comprehensive Income

The table below presents comprehensive income and earnings per share on comprehensive income for the periods indicated.

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2026	2025	2026	2025
	(in millions, except share or per share amounts)			
Comprehensive income available for common stockholders	$ 302	$ 253	$ 845	$ 797
Earnings per share on comprehensive income				
Basic	$ 0.67	$ 0.57	$ 1.88	$ 1.81
Diluted	$ 0.67	$ 0.57	$ 1.87	$ 1.80
Weighted average common shares outstanding				
Basic	452,266,631	444,060,813	448,564,570	439,434,716
Diluted	453,923,924	446,528,983	450,818,725	442,507,940

6. Financial Assets and Financial Liabilities

Financial Assets and Liabilities Measured at Fair Value on a Recurring Basis

The tables below present, by level within the fair value hierarchy (see Note 2), financial assets and liabilities, measured at fair value on a recurring basis for the periods indicated. As required by ASC Topic 820, financial assets and financial liabilities are classified in their entirety based on the lowest level of input that is significant to the respective fair value measurement.

	Financial Assets at Fair Value as of September 30, 2026			
	Level 1	Level 2	Level 3	Total
	(in millions)			
Securities segregated for regulatory purposes				
U.S. and foreign government securities	$ 8,299	$ —	$ —	$ 8,299
Municipal securities	—	121	—	121
Total securities segregated for regulatory purposes	8,299	121	—	8,420
Financial instruments owned, at fair value				
Stocks	3,508	—	—	3,508
Options	44	7	—	51
U.S. and foreign government securities	1,277	—	—	1,277
Municipal securities	—	7	—	7
Precious metals	—	50	—	50
Currency forward contracts	—	3	—	3
Total financial instruments owned, at fair value	4,829	67	—	4,896
Other assets				
Customer-held fractional shares	636	—	—	636
Other investments in equity securities	38	—	—	38
Total other assets	674	—	—	674
Total financial assets at fair value	$ 13,802	$ 188	$ —	$ 13,990

	Financial Liabilities at Fair Value as of September 30, 2026			
	Level 1	Level 2	Level 3	Total
	(in millions)			
Financial instruments sold, but not yet purchased, at fair value				
Stocks	$ 204	$ —	$ —	$ 204
Options	22	328	—	350
Precious metals	—	39	—	39
Currency forward contracts	—	163	—	163
Total financial instruments sold, but not yet purchased, at fair value	226	530	—	756
Accounts payable, accrued expenses and other liabilities				
Fractional shares repurchase obligation	636	—	—	636
Total accounts payable, accrued expenses and other liabilities	636	—	—	636
Total financial liabilities at fair value	$ 862	$ 530	$ —	$ 1,392

	Financial Assets at Fair Value as of December 31, 2025			
	Level 1	Level 2	Level 3	Total
	(in millions)			
Securities segregated for regulatory purposes				
U.S. and foreign government securities	$ 6,031	$ —	$ —	$ 6,031
Municipal securities	—	66	—	66
Total securities segregated for regulatory purposes	6,031	66	—	6,097
Financial instruments owned, at fair value				
Stocks	4,780	—	—	4,780
Options	23	49	—	72
U.S. and foreign government securities	63	—	—	63
Precious metals	—	50	—	50
Currency forward contracts	—	17	—	17
Total financial instruments owned, at fair value	4,866	116	—	4,982
Other assets				
Customer-held fractional shares	428	—	—	428
Other investments in equity securities	88	—	—	88
Total other assets	516	—	—	516
Total financial assets at fair value	$ 11,413	$ 182	$ —	$ 11,595

	Financial Liabilities at Fair Value as of December 31, 2025			
	Level 1	Level 2	Level 3	Total
	(in millions)			
Financial instruments sold, but not yet purchased, at fair value				
Stocks	$ 199	$ —	$ —	$ 199
Options	15	483	—	498
Precious metals	—	42	—	42
Currency forward contracts	—	1	—	1
Total financial instruments sold, but not yet purchased, at fair value	214	526	—	740
Accounts payable, accrued expenses and other liabilities				
Fractional shares repurchase obligation	428	—	—	428
Total accounts payable, accrued expenses and other liabilities	428	—	—	428
Total financial liabilities at fair value	$ 642	$ 526	$ —	$ 1,168

Level 3 Financial Assets and Financial Liabilities

There were no transfers in or out of level 3 for the nine months ended September 30, 2026.

Financial Assets and Liabilities Not Measured at Fair Value

Financial assets and liabilities not measured at fair value are recorded at carrying value, which approximates fair value due to their short-term nature. The tables below represent the carrying value, fair value and fair value hierarchy category of certain financial assets and liabilities that are not recorded at fair value in the condensed consolidated statements of financial condition for the periods indicated. The tables below exclude certain financial instruments such as equity method investments and all non-financial assets and liabilities.

	September 30, 2026				
	Carrying Value	Fair Value	Level 1	Level 2	Level 3
			(in millions)		
Financial assets, not measured at fair value					
Cash and cash equivalents	$ 5,935	$ 5,935	$ 5,935	$ —	$ —
Cash - segregated for regulatory purposes	58,695	58,695	58,695	—	—
Securities - segregated for regulatory purposes	29,956	29,956	—	29,956	—
Securities borrowed	12,086	12,086	—	12,086	—
Securities purchased under agreements to resell	10,005	10,005	—	10,005	—
Receivables from customers	105,592	105,592	—	105,592	—
Receivables from brokers, dealers and clearing organizations	5,012	5,012	—	5,012	—
Interest receivable	687	687	—	687	—
Other assets	83	85	—	48	37
Total financial assets, not measured at fair value	$ 228,051	$ 228,053	$ 64,630	$ 163,386	$ 37
Financial liabilities, not measured at fair value					
Short-term borrowings	$ 18	$ 18	$ —	$ 18	$ —
Securities loaned	35,212	35,212	—	35,212	—
Payables to customers	180,451	180,451	—	180,451	—
Payables to brokers, dealers and clearing organizations	1,890	1,890	—	1,890	—
Interest payable	392	392	—	392	—
Total financial liabilities, not measured at fair value	$ 217,963	$ 217,963	$ —	$ 217,963	$ —

	December 31, 2025				
	Carrying Value	Fair Value	Level 1	Level 2	Level 3
			(in millions)		
Financial assets, not measured at fair value					
Cash and cash equivalents	$ 4,963	$ 4,963	$ 4,963	$ —	$ —
Cash - segregated for regulatory purposes	50,332	50,332	50,332	—	—
Securities - segregated for regulatory purposes	20,424	20,424	—	20,424	—
Securities borrowed	11,589	11,589	—	11,589	—
Securities purchased under agreements to resell	7,117	7,117	—	7,117	—
Receivables from customers	90,475	90,475	—	90,475	—
Receivables from brokers, dealers and clearing organizations	5,161	5,161	—	5,161	—
Interest receivable	530	530	—	530	—
Other assets	70	71	—	32	39
Total financial assets, not measured at fair value	$ 190,661	$ 190,662	$ 55,295	$ 135,328	$ 39
Financial liabilities, not measured at fair value					
Short-term borrowings	$ 19	$ 19	$ —	$ 19	$ —
Securities loaned	24,751	24,751	—	24,751	—
Payables to customers	154,336	154,336	—	154,336	—
Payables to brokers, dealers and clearing organizations	1,566	1,566	—	1,566	—
Interest payable	321	321	—	321	—
Total financial liabilities, not measured at fair value	$ 180,993	$ 180,993	$ —	$ 180,993	$ —

Netting of Financial Assets and Financial Liabilities

The Company's policy is to net securities borrowed and securities loaned, and securities purchased under agreements to resell and securities sold under agreements to repurchase that meet the offsetting requirements prescribed in ASC Topic 210-20. In the tables below, the amounts of financial instruments that are not offset in the condensed consolidated statements of financial condition, but could be netted against cash or financial instruments with specific counterparties under master netting agreements, according to the terms of the agreements, including clearing houses (exchange-traded options, warrants and discount certificates) or over the counter currency forward contract counterparties, are presented to provide financial statement readers with the Company's net payable or receivable with counterparties for these financial instruments.

The tables below present the netting of financial assets and financial liabilities for the periods indicated.

	September 30, 2026				
	Gross Amounts of Financial Assets and Liabilities Recognized	Amounts Offset in the Condensed Consolidated Statements of Financial Condition[2]	Net Amounts Presented in the Condensed Consolidated Statements of Financial Condition	Amounts Not Offset in the Condensed Consolidated Statements of Financial Condition	Net Amount
				Cash or Financial Instruments	
			(in millions)		
Offsetting of financial assets					
Securities segregated for regulatory purposes:					
Segregated securities purchased under agreements to resell	$ 26,936 [1]	$ —	$ 26,936	$ (26,936)	$ —
Segregated securities borrowed	3,020 [1]	—	3,020	(2,930)	90
Securities borrowed	12,086	—	12,086	(11,740)	346
Securities purchased under agreements to resell	10,005	—	10,005	(10,005)	—
Financial instruments owned, at fair value					
Options	51	—	51	(29)	22
Currency forward contracts	3	—	3	—	3
Total	$ 52,101	$ —	$ 52,101	$ (51,640)	$ 461
Offsetting of financial liabilities					
Securities loaned	$ 35,212	$ —	$ 35,212	$ (33,264)	$ 1,948
Financial instruments sold, but not yet purchased, at fair value					
Options	350	—	350	(29)	321
Currency forward contracts	163	—	163	—	163
Total	$ 35,725	$ —	$ 35,725	$ (33,293)	$ 2,432

	December 31, 2025				
	Gross Amounts of Financial Assets and Liabilities Recognized	Amounts Offset in the Condensed Consolidated Statements of Financial Condition[2]	Net Amounts Presented in the Condensed Consolidated Statements of Financial Condition	Amounts Not Offset in the Condensed Consolidated Statements of Financial Condition: Cash or Financial Instruments	Net Amount
			(in millions)		
Offsetting of financial assets					
Securities segregated for regulatory purposes:					
Segregated securities purchased under agreements to resell	$ 17,981 [1]	$ —	$ 17,981	$ (17,981)	$ —
Segregated securities borrowed	2,443 [1]	—	2,443	(2,367)	76
Securities borrowed	11,589	—	11,589	(11,241)	348
Securities purchased under agreements to resell	7,117	—	7,117	(7,117)	—
Financial instruments owned, at fair value					
Options	72	—	72	(64)	8
Currency forward contracts	17	—	17	—	17
Total	$ 39,219	$ —	$ 39,219	$ (38,770)	$ 449
Offsetting of financial liabilities					
Securities loaned	$ 24,751	$ —	$ 24,751	$ (23,261)	$ 1,490
Financial instruments sold, but not yet purchased, at fair value					
Options	498	—	498	(64)	434
Currency forward contracts	1	—	1	—	1
Total	$ 25,250	$ —	$ 25,250	$ (23,325)	$ 1,925

1. As of September 30, 2026 and December 31, 2025, the Company had $26.9 billion and $18.0 billion, respectively, of securities purchased under agreements to resell, and $3.0 billion and $2.4 billion, respectively, of securities borrowed that were segregated to satisfy regulatory requirements. These securities are reported in “Securities - segregated for regulatory purposes” in the condensed consolidated statements of financial condition.

2. The Company did not have any balances eligible for netting in accordance with ASC Topic 210-20 as of September 30, 2026 and December 31, 2025.

Secured Financing Transactions – Maturities and Collateral Pledged

The tables below present gross obligations for securities loaned transactions by remaining contractual maturity and class of collateral pledged for the periods indicated.

	September 30, 2026				
	Remaining Contractual Maturity				
	Overnight and Open	Less than 30 days	30 – 90 days	Over 90 days	Total
	(in millions)				
Securities loaned					
Stocks	$ 35,055	$ —	$ —	$ —	$ 35,055
Corporate bonds	149	—	—	—	149
Foreign government securities	8	—	—	—	8
Total securities loaned	$ 35,212	$ —	$ —	$ —	$ 35,212

	December 31, 2025				
	Remaining Contractual Maturity				
	Overnight and Open	Less than 30 days	30 – 90 days	Over 90 days	Total
	(in millions)				
Securities loaned					
Stocks	$ 24,596	$ —	$ —	$ —	$ 24,596
Corporate bonds	145	—	—	—	145
Foreign government securities	10	—	—	—	10
Total securities loaned	$ 24,751	$ —	$ —	$ —	$ 24,751

7. Collateralized Transactions

The Company enters into securities borrowing and lending transactions and agreements to repurchase and resell securities to finance trading inventory, to obtain securities for settlement and to earn residual interest rate spreads. In addition, the Company's customers pledge their securities owned to collateralize margin loans. Under these transactions, the Company either receives or provides collateral, including equity, corporate debt and U.S. government securities. Under typical agreements, the Company is permitted to sell or repledge securities received as collateral and use these securities to secure securities purchased under agreements to resell, enter into securities lending transactions or deliver these securities to counterparties to cover short positions.

The Company also engages in securities financing transactions with and for customers through margin lending. Customer receivables generated from margin lending activity are collateralized by customer-owned securities held by the Company. Customers' required margin levels and established credit limits are monitored continuously by risk management staff using automated systems. Pursuant to the Company's policy and as enforced by such systems, customers are required to deposit additional collateral or reduce positions, when necessary, to avoid automatic liquidation of their positions.

Margin loans are extended to customers on a demand basis and are not committed facilities. Factors considered in the acceptance or rejection of margin loans are the amount of the loan, the degree of leverage being employed in the customer account and an overall evaluation of the customer's portfolio to ensure proper diversification or, in the case of concentrated positions, appropriate liquidity of the underlying collateral. Additionally, transactions relating to concentrated or restricted positions are limited or prohibited by raising the level of required margin collateral (to 100% in the extreme case). The underlying collateral for margin loans is evaluated with respect to the liquidity of the collateral positions, valuation of securities, volatility analysis and an evaluation of industry concentrations. Adherence to the Company's collateral policies significantly limits the Company's credit exposure to margin loans in the event of a customer's default. Under margin lending agreements, the Company may request additional margin collateral from customers and may sell securities that have not been paid for or purchase securities sold but not delivered from customers, if necessary. As of September 30, 2026 and December 31, 2025, approximately $105.6 billion and $90.5 billion, respectively, of customer margin loans were outstanding.

The table below presents a summary of the amounts related to collateralized transactions for the periods indicated.

	September 30, 2026		December 31, 2025	
	Permitted to Repledge	Sold or Repledged	Permitted to Repledge	Sold or Repledged
	(in millions)			
Securities lending transactions [1]	$ 246,686	$ 22,058	$ 197,478	$ 17,204
Securities purchased under agreements to resell transactions [1]	36,843	36,434	24,947	24,225
Customer margin assets	136,032	43,211	115,846	31,410
	$ 419,561	$ 101,703	$ 338,271	$ 72,839

1. As of September 30, 2026 and December 31, 2025, the Company had $26.9 billion and $18.0 billion, respectively, of securities purchased under agreements to resell, and $3.0 billion and $2.4 billion, respectively, of securities borrowed that were segregated to satisfy regulatory requirements. These securities are reported in "Securities - segregated for regulatory purposes" in the condensed consolidated statements of financial condition.

In the normal course of business, the Company pledges qualified securities with clearing organizations to satisfy daily margin and clearing fund requirements. As of September 30, 2026 and December 31, 2025, the majority of the Company's U.S. and foreign government securities owned were pledged to clearing organizations.

The table below presents financial instruments owned and pledged as collateral, including amounts pledged to affiliates, where the counterparty has the right to repledge, for the periods indicated.

	September 30, 2026	December 31, 2025
	(in millions)	
Stocks	$ 38	$ 47
U.S. and foreign government securities	88	62
	$ 126	$ 109

8. Revenues from Contracts with Customers

Revenue from contracts with customers is recognized when, or as, the Company satisfies its performance obligations by transferring the promised services to the customers. A service is transferred to a customer when, or as, the customer obtains control of that service. A performance obligation may be satisfied at a point in time or over time. Revenue from a performance obligation satisfied at a point in time is recognized at the point in time that the Company determines the customer obtains control over the promised service. Revenue from a performance obligation satisfied over time is recognized by measuring the Company's progress in satisfying the performance obligation in a manner that depicts the transfer of the services to the customer. The amount of revenue recognized reflects the consideration the Company expects to receive in exchange for those promised services (i.e., the "transaction price"). In determining the transaction price, the Company considers multiple factors, including the effects of variable consideration, if any.

The Company's revenues from contracts with customers are recognized when the performance obligations are satisfied at an amount that reflects the consideration expected to be received in exchange for such services. The majority of the Company's performance obligations are satisfied at a point in time and are typically collected from customers by debiting their brokerage account with the Company.

Nature of Services

The Company's main sources of revenues from contracts with customers are as follows:

- *Commissions* are charged to customers for order execution services and trade clearing and settlement services. These services represent a single performance obligation as the services are not separately identifiable in the context of the contract. The Company recognizes revenue at a point in time at the execution of the order (i.e., trade date). Commissions are generally collected from cleared customers on trade date and from non-cleared customers monthly. Commissions also include payments for order flow received from IBKR Lite[SM] liquidity providers.

- *Market data fees* are charged to customers for market data services to which they subscribe that the Company delivers. The Company recognizes revenue monthly as the performance obligation is satisfied over time by continually providing market data for the period. Market data fees are collected monthly, generally in advance.

- *Risk exposure fees* are charged to customers who carry positions with a market risk that exceeds defined thresholds. The Company recognizes revenue daily as the performance obligation is satisfied at a point in time by the Company taking on the additional risk of account liquidation and potential losses due to insufficient margin. Risk exposure fees are collected daily.

- *Payments for order flow* are earned from various options exchanges based upon options trading volume originated by the Company that meets certain criteria. The Company recognizes revenue daily as the performance obligation is satisfied at a point in time on customer orders that qualify for payments subject to exchange-mandated programs. Payments for order flow are collected monthly, in arrears.

- *FDIC sweep fees* are earned from the banks that participate in the Company's Insured Bank Deposit Sweep Program with respect to the Company's customers' funds deposited with each participating bank. The Company recognizes revenue daily as the performance obligation is satisfied when customer funds are swept to their FDIC insured accounts with the participating banks.

The Company also earns revenues from other services, including minimum activity fees, order cancelation or modification fees, position transfer fees, telecommunications fees, and withdrawal fees, among others.

Disaggregation of Revenue

The tables below present revenue from contracts with customers by geographic location and major types of services for the periods indicated.

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2026	2025	2026	2025
	(in millions)			
Geographic location [1]				
United States	$ 415	$ 362	$ 1,285	$ 1,075
International	275	241	864	698
	$ 690	$ 603	$ 2,149	$ 1,773
Major types of services				
Commissions	$ 602	$ 537	$ 1,888	$ 1,567
Market data fees [2]	23	20	67	59
Risk exposure fees [2]	25	14	76	59
Payments for order flow [2]	15	12	48	34
FDIC sweep fees [2]	11	10	31	27
Other [2]	14	10	39	27
	$ 690	$ 603	$ 2,149	$ 1,773

1. Based on the location of the subsidiaries in which the revenues are recorded.
2. Reported in “Other fees and services” in the condensed consolidated statements of comprehensive income.

Receivables and Contract Balances

Receivables arise when the Company has an unconditional right to receive payment under a contract with a customer and are derecognized when the cash is received. Receivables of $38 million and $34 million, as of September 30, 2026 and December 31, 2025, respectively, are reported in “Other assets” in the condensed consolidated statements of financial condition.

Contract assets arise when the revenue associated with the contract is recognized before the Company’s unconditional right to receive payment under a contract with a customer (i.e., unbilled receivable) and are derecognized when either it becomes a receivable or the cash is received. Contract assets are reported in “Other assets” in the condensed consolidated statements of financial condition. As of September 30, 2026 and December 31, 2025, there were no contract asset balances outstanding.

Contract liabilities arise when customers remit contractual cash payments in advance of the Company satisfying its performance obligations under the contract and are derecognized when the revenue associated with the contract is recognized either when a milestone is met triggering the contractual right to bill the customer or when the performance obligation is satisfied. Contract liabilities are reported in “Accounts payable, accrued expenses and other liabilities” in the condensed consolidated statements of financial condition. As of September 30, 2026 and December 31, 2025, there were no contract liability balances outstanding.

9. Other Income

The table below presents the components of other income for the periods indicated.

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2026	2025	2026	2025
	(in millions)			
Principal transactions [1]	$ 30	$ 76	$ 114	$ 161
Gains (losses) from currency diversification strategy, net	40	4	87	19
Other, net	—	5	14	12
	$ 70	$ 85	$ 215	$ 192

1. Principal transactions include (1) trading gains and losses from the Company's remaining market making activities; (2) realized and unrealized gains and losses on financial instruments that (a) are held for purposes other than the Company's market making activities, or (b) are subject to restrictions; and (3) dividends on investments accounted at cost less impairment.

10. Employee Incentive Plans

Defined Contribution Plan

The Company offers substantially all employees of U.S.-based operating subsidiaries who have met minimum service requirements the opportunity to participate in defined contribution retirement plans qualifying under the provisions of Section 401(k) of the Internal Revenue Code. The general purpose of this plan is to provide employees with an incentive to make regular savings in order to provide additional financial security during retirement. This plan provides for the Company to match 50% of the employees' pre-tax contribution, up to a maximum of 10% of eligible earnings. The employee is vested in the matching contribution incrementally over six years of service. Reported in "Employee compensation and benefits" in the condensed consolidated statements of comprehensive income was $7 million and $6 million of plan contributions for the nine months ended September 30, 2026 and 2025, respectively.

2007 Stock Incentive Plan

On February 26, 2026, the Company amended the 2007 Stock Incentive Plan ("the Stock Incentive Plan") to extend its term for a ten-year period through April 24, 2037, which was approved by the Company's stockholders at its 2026 Annual Meeting held on April 23, 2026. Under the Company's Stock Incentive Plan, up to 160 million shares of the Company's Class A common stock may be issued to satisfy vested restricted stock units granted to directors, officers, employees, contractors and consultants of the Company. The purpose of the Stock Incentive Plan is to promote the Company's long-term financial success by attracting, retaining and rewarding eligible participants.

As a result of the Company's organizational structure, a description of which can be found in "Business – Our Organizational Structure" in Part I, Item 1 of the Company's 2025 Annual Report on Form 10-K, filed with the SEC on February 27, 2026, there is no material dilutive effect upon ownership of common stockholders of issuing shares under the Stock Incentive Plan. The issuances do not dilute the book value of the ownership of common stockholders since the restricted stock units are granted at market value, and upon their vesting and the related issuance of shares of common stock, the ownership of IBG, Inc. in IBG LLC, increases proportionately to the shares issued. As a result of such proportionate increase in share ownership, the dilution upon issuance of common stock is borne by IBG LLC's majority member (i.e., noncontrolling interest), Holdings, and not by IBG, Inc. or its common stockholders. Additionally, dilution of earnings that may take place after issuance of common stock is reflected in EPS reported in the Company's financial statements. The EPS dilution can be neither estimated nor projected, but historically it has not been material.

The Stock Incentive Plan is administered by the Compensation Committee of the Company's Board of Directors. The Compensation Committee has discretionary authority to determine the eligibility to participate in the Stock Incentive Plan and establishes the terms and conditions of the awards, including the number of awards granted to each participant and all other terms and conditions applicable to such awards in individual grant agreements. Awards are expected to be made primarily through grants of restricted stock units. Stock Incentive Plan awards are subject to issuance over time. All previously granted but not yet earned awards may be canceled by the Company upon the participant's termination of employment or violation of certain applicable covenants before issuance, unless determined otherwise by the Compensation Committee.

The Stock Incentive Plan provides that, upon a change in control, the Compensation Committee may, at its discretion, fully vest any granted but not yet earned awards under the Stock Incentive Plan, or provide that any such granted but not yet earned awards will be honored or assumed, or new rights substituted by the new employer on a substantially similar basis and terms and conditions substantially comparable to those of the Stock Incentive Plan.

The Company expects to continue to grant awards on or about December 31 of each year to eligible participants as part of an overall plan of equity compensation. In 2021, the Company's Compensation Committee approved a change to the vesting schedule for the Stock Incentive Plan. For awards granted on December 31, 2021 onwards, restricted stock units vest and become distributable to participants 20% on each vesting date, which is on or about May 9 of each year, assuming continued employment with the Company and compliance with non-competition and other applicable covenants. The vesting and distribution of grants prior to December 31, 2021 remain in accordance with the following schedule: (a) 10% on the first vesting date, which is on or about May 9 of each year; and (b) an additional 15% on each of the following six anniversaries of the first vesting.

Awards granted to directors vest and are distributed as follows: (a) one-time award granted to external directors on December 31 of the year of appointment vests over a five-year period (20% per year) commencing one year after the date of grant, and (b) annual awards granted to all directors on December 31 of each year are fully vested and distributed immediately on grant date. A total of 170,902 restricted stock units have been granted to the directors cumulatively since the plan's inception.

The table below presents Stock Incentive Plan awards granted and the related fair values since the plan's inception.

	Units	Fair Value at Date of Grant ($ millions)
Prior periods (since inception)	123,044,212	$ 945
December 31, 2023	5,031,288	102
December 31, 2024	2,481,284	112
December 31, 2025	1,885,167[1]	122
Total awards granted since inception	132,441,951	$ 1,281

1. Stock Incentive Plan number of granted restricted stock units related to 2025 was adjusted by 8,634 additional restricted stock units during the nine months ended September 30, 2026.

Estimated future grants under the Stock Incentive Plan are accrued for ratably during each year (see Note 2). In accordance with the vesting schedule, outstanding awards vest and are distributed to participants yearly on or about May 9 of each year. At the end of each year, no vested awards remain undistributed.

Compensation expense related to the Stock Incentive Plan recognized in the condensed consolidated statements of comprehensive income was $96 million and $90 million for the nine months ended September 30, 2026 and 2025, respectively. Estimated future compensation costs for unvested awards, net of credits for canceled awards, as of September 30, 2026 are $23 million.

The table below summarizes the Stock Incentive Plan activity for the periods indicated.

	Stock Incentive Plan Units
Balance, December 31, 2025 [1]	11,629,417
Granted	—
Canceled	(84,821)
Distributed	(5,060,156)
Balance, September 30, 2026	6,484,440

1. Stock Incentive Plan number of granted restricted stock units related to 2025 was adjusted by 8,634 additional restricted stock units during the nine months ended September 30, 2026.

Awards previously granted but not yet earned under the stock plans are subject to the plans' post-employment provisions in the event a participant ceases employment with the Company. Since inception through September 30, 2026, a total of 6,387,450 restricted stock units have been distributed under these post-employment provisions. These distributions are included in the table above.

11. Income Taxes

Income tax expense for the nine months ended September 30, 2026 and 2025 differs from the U.S. federal statutory rate primarily due to the tax treatment of income attributable to noncontrolling interests in IBG LLC. These noncontrolling interests are held directly through a U.S. partnership. Accordingly, the income attributable to these noncontrolling interests is reported in the condensed consolidated statements of comprehensive income, but the related U.S. income tax expense attributable to these noncontrolling interests is not reported by the Company as it is generally the obligation of the noncontrolling interests. Income tax expense is also affected by the differing effective tax rates in foreign, state and local jurisdictions where certain of the Company's subsidiaries are subject to corporate taxation.

Deferred income taxes arise primarily due to the amortization of the deferred tax assets recognized in connection with the common stock offerings (see Note 4), differences in the valuation of financial assets and liabilities, net operating losses and for other temporary differences arising from the deductibility of compensation and depreciation expenses in different periods for accounting and income tax return purposes.

As of and for the nine months ended September 30, 2026 and 2025, the Company had no material valuation allowances on deferred tax assets.

The Company is subject to taxation in the U.S. and various states and foreign jurisdictions. As of September 30, 2026, the Company is no longer subject to U.S. Federal and State income tax examinations for tax years before 2016, and to non-U.S. income tax examinations for tax years prior to 2011.

Under U.S. GAAP, a tax benefit from an uncertain tax position may be recognized when it is more likely than not that the position will be sustained upon examination, including resolution of any related appeals or litigation processes, based on the technical merits of the position. Based upon the Company's review of its federal, state, local and foreign income tax returns and tax filing positions, the Company has recorded a $9 million tax liability (including interest) for an uncertain tax position for an Internal Revenue Service audit of IRC Section 199 Domestic Production Activities Deduction and certain U.S. state income tax liabilities as of September 30, 2026.

The enactment of H.R.1 (the "One Big Beautiful Bill Act") in July of 2025 introduced several corporate tax changes, many of which became effective January 1, 2026, including the extension of key Tax Cuts and Jobs Act provisions, enhanced bonus depreciation, modifications to interest limitation, modifications to the rules for Global Intangible Low Taxed Income ("GILTI"), which was renamed Net CFC Tested Income ("NCTI"), amongst other international tax rules modifications. Under ASC 740, companies are required to recognize the effects of enacted tax law changes in the period of enactment, including the remeasurement of deferred tax assets and liabilities and any related valuation allowances. The Company included the impact of H.R.1 on its condensed consolidated financial statements as of September 30, 2026 and December 31, 2025, respectively.

12. Leases

All of the Company's leases are classified as operating leases and primarily consist of real estate leases for corporate offices, data centers and other facilities. As of September 30, 2026, the weighted-average remaining lease term on these leases is approximately 6 years and the weighted-average discount rate used to measure the lease liabilities is approximately 4.91%. For the nine months ended September 30, 2026, right-of-use assets obtained under new operating leases were $13 million. The Company's lease agreements do not contain any residual value guarantees, restrictions, or covenants.

The table below presents balances reported in the condensed consolidated statements of financial condition related to the Company's leases for the periods indicated.

	September 30, 2026	December 31, 2025
	(in millions)	
Right-of-use assets [1]	$ 109	$ 137
Lease liabilities [1]	$ 135	$ 152

1. Right-of-use assets are reported in "Other assets" and lease liabilities are reported in "Accounts payable, accrued expenses and other liabilities" in the condensed consolidated statements of financial condition.

The table below presents balances reported in the condensed consolidated statements of comprehensive income related to the Company's leases for the periods indicated.

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2026	2025	2026	2025
	(in millions)			
Operating lease cost	$ 10	$ 9	$ 32	$ 27
Variable lease cost	1	1	5	5
Total lease cost	$ 11	$ 10	$ 37	$ 32

The table below reconciles the undiscounted cash flows of the Company's leases to the present value of its operating lease payments for the period indicated.

	September 30, 2026
	(in millions)
2026 (remaining)	$ 8
2027	33
2028	25
2029	24
2030	18
2031	11
Thereafter	42
Total undiscounted operating lease payments	161
Less: imputed interest	(26)
Present value of operating lease liabilities	$ 135

13. Commitments, Contingencies and Guarantees

Legal, Regulatory and Governmental Matters

The Company is subject to certain pending and threatened legal, regulatory and governmental actions and proceedings that arise out of the normal course of business. Given the inherent difficulty of predicting the outcome of such matters, particularly in proceedings where claimants seek substantial or indeterminate damages, or which are in their early stages, the Company is generally not able to quantify the actual loss or range of loss related to such legal proceedings, the manner in which they will be resolved, the timing of their final resolution or the ultimate settlement. Management believes that the resolution of these matters will not have a material effect, if any, on the Company's business or financial condition, but may have a material impact on the results of operations for a given period.

The Company accounts for potential losses related to litigation in accordance with FASB ASC Topic 450, "Contingencies." As of September 30, 2026 and 2025, accruals for potential losses related to legal, regulatory and governmental actions and proceedings matters were not material.

Class Action Matter

On December 18, 2015, a former individual customer filed a purported class action complaint against IB LLC, IBG, Inc., and Thomas Frank, Ph.D., the Company's Executive Vice President and former Chief Information Officer, in the U.S. District Court for the District of Connecticut. The complaint alleged that a purported class of IB LLC's customers were harmed by alleged "flaws" in the computerized system used to close out (i.e., liquidate) positions in customer brokerage accounts that have margin deficiencies. The complaint sought, among other things, undefined compensatory damages and declaratory and injunctive relief.

On September 28, 2016, the District Court issued an order granting the Company's motion to dismiss the complaint in its entirety, without leave to amend. After plaintiff appealed the dismissal to the United States Court of Appeals for the Second Circuit, on September 26, 2018, the Court of Appeals affirmed the dismissal of all claims other than negligence claims, which were remanded back to the District Court. On September 30, 2019, the District Court denied the Company's motion to dismiss plaintiff's subsequent amended complaint. On August 25, 2023, the District Court certified a class that consisted of IB LLC account holders who were U.S. residents (with some exclusions) and who had positions liquidated during the period from December 18, 2013, to the date of trial at prices outside of a "pricing corridor" defined in the Court's decision.

On January 20, 2026, the parties signed a class action settlement agreement. The Court preliminarily approved the settlement on January 27, 2026, and gave final approval of the settlement after a fairness hearing on June 17, 2026, dismissing all claims with prejudice. Under the terms of the settlement agreement, the Company paid $5 million to the class and IB LLC forgave approximately $1.8 million of debts owed by certain class members, with no admission of liability, in exchange for a release of claims.

Guarantees

Certain of the operating subsidiaries provide guarantees to securities and commodities clearing houses and exchanges which meet the accounting definition of a guarantee under FASB ASC Topic 460, "Guarantees." Under standard membership agreements, clearing house and exchange members are required to guarantee collectively the performance of other members. Under the agreements, if a member becomes unable to satisfy its obligations, other members would be required to meet shortfalls. In the opinion of management, the operating subsidiaries' liability under these arrangements is not quantifiable and could exceed the cash and securities they have posted as collateral. However, the potential for these operating subsidiaries to be required to make payments under these arrangements is remote. Accordingly, no contingent liability is carried in the condensed consolidated statements of financial condition for these arrangements.

In connection with its retail brokerage business, IB LLC or other brokerage operating subsidiaries perform securities and commodities execution, clearance and settlement on behalf of their customers for whom they commit to settle trades submitted by such customers with the respective clearing houses. If a customer fails to fulfill its settlement obligations, the respective operating subsidiary must fulfill those settlement obligations. No contingent liability is carried on the condensed consolidated statements of financial condition for such customer obligations.

Other Commitments

Certain clearing houses, clearing banks and firms used by certain operating subsidiaries are given a security interest in certain assets of those operating subsidiaries held by those clearing organizations. These assets may be applied to satisfy the obligations of those operating subsidiaries to the respective clearing organizations.

14. Segment Reporting and Geographic Information

Segment Reporting

The Company has a single reportable segment, brokerage, which is managed on a consolidated basis since the Company's chief operating decision maker ("CODM") assesses performance and allocates resources on a consolidated basis based on income before income taxes and net income as reported on the consolidated statements of comprehensive income. The Company's CODM is its Chief Executive Officer and President.

The brokerage segment provides execution, clearing and settlement of trades globally for hedge and mutual funds, ETFs, registered investment advisors, proprietary trading groups, introducing brokers and individual investors. The brokerage segment derives revenue from customers in the U.S. and international markets by routing orders and executing and processing trades in stocks, options, futures, foreign exchange instruments ("forex"), bonds, mutual funds, ETFs, precious metals, and forecast contracts on more than 175 electronic exchanges and market centers in 40 countries and territories and 29 currencies around the world, and by offering custody, prime brokerage, and securities and margin lending services to customers. In addition, brokerage customers can use its trading platform to trade certain cryptocurrencies through third-party cryptocurrency service providers that execute, clear and custody the cryptocurrencies.

Since the brokerage segment is managed on a consolidated basis, no reconciling items exist between segment and the consolidated amounts reported in these financial statements, including total assets and segment assets. The accounting policies of the brokerage segment are the same as those described in the summary of significant accounting policies in Note 2.

The table below presents selected financial information, including significant expenses, for the Company's single operating segment for the periods indicated.

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2026	2025	2026	2025
	(in millions)			
Total net revenues	$ 1,914	$ 1,655	$ 5,479	$ 4,562
Significant Expenses				
Transaction based fees [1]	106	71	302	267
Non-transaction based fees [1]	28	21	80	62
Employee compensation [2]	155	145	462	430
Advertising [3]	36	27	91	74
Other expenses [4]	93	79	304	258
Total non-interest expenses	418	343	1,239	1,091
Income before income taxes	1,496	1,312	4,240	3,471
Income tax expense	148	126	383	315
Net income	$ 1,348	$ 1,186	$ 3,857	$ 3,156
Total Segment Assets	$ 243,235	$ 200,222	$ 243,235	$ 200,222
Total Depreciation and Amortization [5]	$ 19	$ 15	$ 52	$ 45

1. Reported in "Execution, clearing and distribution fees" in the condensed consolidated statements of comprehensive income.
2. Reported in "Employee compensation and benefits" in the condensed consolidated statements of comprehensive income.
3. Reported in "General and administrative" in the condensed consolidated statements of comprehensive income.
4. Includes "Occupancy, depreciation and amortization"; "Communications"; "Customer bad debt"; employee benefits and other personnel expenses reported in "Employee compensation and benefits"; and professional services, legal and regulatory matters, and other administrative expenses reported in "General and administrative" in the condensed consolidated statements of comprehensive income.
5. Reported in "Occupancy, depreciation and amortization" in the condensed consolidated statements of comprehensive income.

Interest income and expense are disclosed in the condensed consolidated statements of comprehensive income.

Geographic Information

The Company operates its automated global business in the U.S. and international markets on more than 175 electronic exchanges and market centers. A significant portion of the Company's net revenues is generated by subsidiaries operating outside the U.S. International operations are conducted in 39 countries and territories in Europe, Asia/Pacific and the Americas (outside the U.S.). The following table presents total net revenues and income before income taxes by geographic area for the periods indicated.

Significant transactions and balances between the operating subsidiaries occur, primarily as a result of certain operating subsidiaries holding exchange or clearing organization memberships, which are utilized to provide execution and clearing services to subsidiaries. Intra-region income and expenses and related balances have been eliminated in this geographic information to reflect the external business conducted in each geographic region. The geographic analysis presented below is based on the location of the subsidiaries in which the transactions are recorded. This geographic information does not reflect the way the Company's business is managed.

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2026	2025	2026	2025
	(in millions)			
Net revenues				
United States	$ 1,281	$ 1,186	$ 3,706	$ 3,182
International	633	469	1,773	1,380
Total net revenues	$ 1,914	$ 1,655	$ 5,479	$ 4,562
Income before income taxes				
United States	$ 1,074	$ 1,032	$ 3,121	$ 2,668
International	422	280	1,119	803
Total income before income taxes	$ 1,496	$ 1,312	$ 4,240	$ 3,471

15. Regulatory Requirements

As of September 30, 2026, aggregate excess regulatory capital for all operating subsidiaries was $14.6 billion.

IB LLC, IBKRSS and IB Corp. are subject to the Uniform Net Capital Rule (Rule 15c3-1) under the Exchange Act. IB LLC is also subject to the CFTC's minimum financial requirements (Regulation 1.17). IBC is subject to the Canadian Investment Regulatory Organization risk-adjusted capital requirement. IBKRFS is subject to the Swiss Financial Market Supervisory Authority eligible equity requirement, IBUK is subject to the United Kingdom Financial Conduct Authority Capital Requirements Directive, IBIE is subject to the Central Bank of Ireland financial resources requirement, IBI is subject to the National Stock Exchange of India net capital requirements, IBHK is subject to the Hong Kong Securities Futures Commission liquid capital requirement, IBSJ is subject to the Japanese Financial Supervisory Agency capital requirements, IBSG is subject to the Monetary Authority of Singapore capital requirements, and IBA is subject to the Australian Securities Exchange liquid capital requirement.

The table below summarizes capital, capital requirements and excess regulatory capital as of September 30, 2026.

	Net Capital/ Eligible Equity	Requirement	Excess
		(in millions)	
IB LLC	$ 10,531	$ 2,041	$ 8,490
IBHK	2,327	606	1,721
IBIE	1,913	465	1,448
Other regulated operating subsidiaries	3,185	222	2,963
	$ 17,956	$ 3,334	$ 14,622

Regulatory capital requirements could restrict the operating subsidiaries from expanding their business and declaring dividends if their net capital does not meet regulatory requirements. Also, certain operating subsidiaries are subject to other regulatory restrictions and requirements.

As of September 30, 2026, all regulated operating subsidiaries were in compliance with their respective regulatory capital requirements.

16. Related Party Transactions

Receivable from affiliate, reported in "Other assets" in the condensed consolidated statements of financial condition, represents amounts advanced to Holdings and payable to affiliate represents amounts payable to Holdings under the Tax Receivable Agreement (see Note 4).

The table below presents the receivables from and payables to directors, officers, and their affiliates which are reported in receivables from and payables to customers, respectively, in the condensed consolidated statements of financial condition for the periods indicated.

	September 30, 2026	December 31, 2025
	(in millions)	
Receivables from directors, officers and their affiliates	$ 191	$ 171
Payables to directors, officers, and their affiliates	$ 1,389	$ 1,249

The Company may extend credit to these related parties in connection with margin and securities loans. Such loans are (i) made in the ordinary course of business, (ii) are made on substantially the same terms, including interest rates and collateral, as those prevailing at the time for comparable loans with persons not related to the company, and (iii) do not involve more than the normal risk of collectability or present other unfavorable features.

During the year ended December 31, 2025, an affiliate of the Company's founder and Chairman, Mr. Thomas Peterffy, entered into agreements to fund certain advertising campaigns on behalf of IB LLC (the "Agreements"). The fees under the Agreements were paid directly by Mr. Peterffy's affiliate. On September 30, 2025, IB LLC amended its operating agreement to allow Mr. Peterffy to make additional capital contributions to IB LLC provided that such additional contributions shall not alter Mr. Peterffy's ownership percentage interests in IB LLC and shall be made for the benefit of IB LLC to offset certain expenses which Mr. Peterffy or his affiliates have contractually agreed to pay. During the nine months ended September 30, 2026, Mr. Peterffy made additional non-cash capital contributions to IB LLC of less than $1 million to fund advertising campaigns pursuant to the Agreements. These contributions were made in Mr. Peterffy's capacity as a related party and were not made pursuant to any contractual obligation or agreement requiring repayment by the Company.

These contributions are reported in "Noncontrolling interest" in the condensed consolidated statements of financial condition and the related advertising expenses are reported in "General and administrative" and are allocated 100% to "Income attributable to non-controlling interest" in the condensed consolidated statements of comprehensive income.

17. Subsequent Events

The Company has evaluated subsequent events for adjustment to or disclosure in its condensed consolidated financial statements through the date the condensed consolidated financial statements were issued.

Except as disclosed in Note 4, no other recordable or disclosable events occurred.

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ITEM 2. MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS

The following discussion should be read in conjunction with the unaudited condensed consolidated financial statements and the related notes in Item 1, included elsewhere in this report. In addition to historical information, the following discussion also contains forward-looking statements that include risks and uncertainties. Our actual results may differ materially from those anticipated in these forward-looking statements as a result of certain factors, including those set forth under the heading "Risk Factors" in our Annual Report on Form 10-K filed with the Securities Exchange Commission ("SEC") on February 27, 2026, and elsewhere in this report.

When we use the terms "we," "us," "our," and "IBKR," we mean IBG, Inc. and its subsidiaries (including IBG LLC) for the periods presented. Unless otherwise indicated, the term "common stock" refers to the Class A common stock of IBG, Inc.

Introduction

Interactive Brokers Group, Inc. (the "Company" or "IBG, Inc.") is a holding company whose primary asset is its ownership of approximately 26.6% of the membership interests of IBG LLC. The remaining approximately 73.4% of IBG LLC membership interests are held by IBG Holdings LLC ("Holdings"), a holding company that is owned by our founder and Chairman, Mr. Thomas Peterffy and his affiliates, management and other employees of IBG LLC, and certain other members. The table below shows the amount of IBG LLC membership interests held by IBG, Inc. and Holdings as of September 30, 2026.

	IBG, Inc.	Holdings	Total
Ownership %	26.6%	73.4%	100.0%
Membership interests	453,172,548	1,248,237,849	1,701,410,397

We are an automated global broker. We custody and service accounts for hedge and mutual funds, exchange-traded funds ("ETFs"), registered investment advisors, proprietary trading groups, introducing brokers and individual investors. We specialize in routing orders and executing, clearing and settling trades in stocks, options, futures, forex, bonds, mutual funds, ETFs and precious metals on more than 175 electronic exchanges and market centers in 40 countries and territories and 29 currencies around the world. In addition, our customers can use our trading platform to trade certain cryptocurrencies through third-party cryptocurrency service providers that execute, clear and custody the cryptocurrencies. We also offer trading in prediction markets, which are event-based contracts traded on ForecastEx, a CFTC-registered exchange and clearinghouse we established, and on other platforms.

Powered by our proprietary technology, our systems provide our customers with the capability to monitor multiple markets around the world simultaneously and to execute trades electronically at a low cost, in multiple products and currencies from a single trading account. Our overnight trading facilities, available for an array of instruments, support our customers who trade across time zones. The ever-growing complexity of multiple market centers across diverse geographies provides us with ongoing opportunities to build and continuously adapt our order routing software to secure excellent execution prices.

Since our inception in 1977, we have focused on developing proprietary software to automate broker-dealer functions. The proliferation of electronic exchanges and market centers has allowed us to integrate our software with an increasing number of trading venues – as well as with market data sources, securities lending platforms and regulatory reporting facilities – creating one automated platform that requires minimal human intervention.

Our customer base is diverse with respect to geography and type. Currently, our customers reside in over 200 countries and territories. We serve individuals, as well as institutional accounts such as hedge funds, financial advisors, proprietary trading firms and introducing brokers. We have developed specialized products and services for institutional accounts. For example, we offer prime brokerage services, including financing and securities lending, to hedge funds; our model portfolio technology and automated share allocation and rebalancing tools, which are particularly attractive to financial advisors; and our trading platform, global access and low pricing for introducing brokers.

Business Environment

During the quarter ended September 30, 2026 (“current quarter”), a number of prominent markets advanced, led by the U.S., while others, particularly in Asia, declined. Several major market indices reached new all-time highs, supported by continued strength in technology earnings and sustained investor interest in artificial intelligence (“AI”)-driven themes, overcoming persistent uncertainties related to ongoing geopolitical conflicts and inflationary pressures. In the Americas, U.S. equity markets rose, with the S&P 500© index increasing 2.0% compared to the prior quarter and reaching a new all-time high. European markets overall declined slightly compared to the prior quarter. The Asia-Pacific region was mixed, with gains in Hong Kong and Australia and declines in Japan and China.

The U.S. market again saw the dominance of a small number of technology stocks (the so-called “Magnificent 7”), which drove most of the S&P 500’s return in the current quarter. Sustained investor interest in technology and AI-related companies also contributed to strength in the initial public offering (“IPO”) market, highlighted by the debut of SK Hynix’s American Depositary Receipt (“ADR”), which raised over $26.5 billion in proceeds.

Inflationary pressures persisted throughout the quarter, contributing to uncertainty regarding monetary policy across several major economies. Many central banks raised policy interest rates to manage inflation. Expectations for future monetary tightening increased as inflation stemming from ongoing geopolitical conflicts and higher energy prices persisted. Despite rising rates, retail investor participation remained elevated, with continued engagement in the equity, futures and options markets.

The following is a summary of the key economic drivers that affect our business and how they compared to the prior-year quarter:

Global trading volumes. Worldwide, equity trading volumes at most major venues were mixed during the current quarter. In the U.S., according to industry data, average daily volume in listed cash equities decreased by 4%, while exchange-listed equity-based options increased by 15% and futures volumes by 17%, compared to the prior-year quarter. Options trading volumes continue to benefit from the growing popularity of shorter-dated contracts. In futures markets, volumes increased across all major product categories, including equity indices, interest rates, energy, agriculture, foreign exchange and metals as market participants sought to manage exposure to ongoing economic and geopolitical uncertainties.

These market dynamics led to mixed results across our major product types. Customer average daily trading volumes in futures increased by 13%, compared to the prior-year quarter, while equities, options, and foreign exchange volumes decreased by 24%, 1%, and 23%, respectively. The shift to higher-priced technology stocks this quarter meant that while the notional value traded across equities generally rose, trading volumes, as measured in shares, declined.

Note that while U.S. cash equities, options and futures volumes are readily comparable measures, they reflect most but not all of the global volumes that generate our commission revenue. See ‘‘Trading Volumes and Customer Statistics’’ below in this Item 2 for additional details regarding our trade volumes, contract and share volumes, and customer statistics.

Volatility. U.S. market volatility, as measured by the average Chicago Board Options Exchange Volatility Index (‘‘VIX®’’), increased marginally from an average of 16.0 in the prior-year quarter to 16.1 in the current quarter. In general, higher volatility typically enhances our performance because it often correlates positively with customer trading activity across product types.

Interest Rates. On September 16, 2026, the U.S. Federal Reserve raised the benchmark federal funds rate for the first time since August 2023, by 25 basis points, to a target range of 3.75% to 4.00%. Early in the current quarter, the U.S. Treasury yield curve inversion from the short- to medium-term flattened, before exhibiting a more consistent upward profile toward longer-term rates later in the quarter. Outside the U.S., benchmark interest rate policies were mixed across developed financial markets, with rates remaining unchanged in the U.K. and Canada, and moving higher in Europe, Japan, Hong Kong and Australia.

Higher U.S. benchmark rates increase the interest we earn on our segregated cash, the majority of which is invested in short-term U.S. government securities and related instruments. A relatively flat near-term yield curve and uncertainty over future U.S. Federal Reserve rate policy have led us to maintain a short duration portfolio, substantially all of which contained maturities of less than three months as of September 30, 2026, to more closely match our asset and liability maturities on our interest-sensitive assets. Further, our margin balances are tied to benchmark rates, so higher rates also increase the interest we earn on margin lending to our customers. We continue to offer among the lowest rates in the industry on margin lending, and we believe our low rates are an important feature that attracts customers to our platform.

As an offset, higher rates also increase our interest expense. For example, we pay interest to customers on their qualified U.S. dollar cash balances when the federal funds effective rate is above 0.50%, which it has been since May 2022. Any rate hikes are passed through to our customers, so we maintain a 0.50% spread. We believe the attractive rates we pay on customer cash are among the highest in the industry and are another important feature that draws customers to our platform.

Net interest income on margin lending rose compared to the prior-year quarter. This increase was due to the growth in margin loan balances in the current active market environment, despite the decline in the average federal funds effective rate to 3.67% in the current quarter from 4.30% in the prior-year quarter.

Higher average balances contributed to a 19% rise in net interest income over the prior-year quarter. Net interest margin declined to 1.99% from 2.16% in the prior-year quarter primarily due to lower interest rates.

Currency fluctuations. As a global broker trading on exchanges around the world in multiple currencies, we are exposed to foreign currency risk. We actively manage this exposure by keeping our equity in proportion to a defined basket of 10 currencies we call the ‘‘GLOBAL’’ to diversify our risk and to align our hedging strategy with the currencies that we use in our business. Because we report our financial results in U.S. dollars, the change in the value of the GLOBAL versus the U.S. dollar affects our earnings. During the current quarter, the value of the GLOBAL, as measured in U.S. dollars, decreased 0.08% compared to its value at June 30, 2026, which had a negative impact on our comprehensive earnings for the current quarter. A discussion of our approach for managing foreign currency exposure is contained in Part I, Item 3 of this Quarterly Report on Form 10-Q entitled “Quantitative and Qualitative Disclosures about Market Risk.”

Financial Overview

We report non-GAAP financial measures, which exclude certain items that may not be indicative of our core operating results and business outlook and are useful in evaluating the operating performance of our business. See the “Non-GAAP Financial Measures” section below in this Item 2 for additional details.

Diluted earnings per share were $0.69 for the current quarter, compared to diluted earnings per share of $0.59 for the prior-year quarter. Adjusted diluted earnings per share were $0.67 for the current quarter and $0.57 for the prior-year quarter. The calculation of diluted earnings per share is detailed in Note 4 – “Equity and Earnings per Share” to the unaudited condensed consolidated financial statements in Part 1, Item 1 of this Quarterly Report on Form 10-Q.

For the current quarter, our net revenues were $1.91 billion and income before income taxes was $1.50 billion, compared to net revenues of $1.66 billion and income before income taxes of $1.31 billion in the prior-year quarter. Adjusted net revenues were $1.87 billion and adjusted income before income taxes was $1.45 billion, compared to adjusted net revenues of $1.61 billion and adjusted income before income taxes of $1.27 billion in the prior-year quarter.

Financial highlights for the current quarter (compared to the prior-year quarter):

- Commission revenue increased 12% to $602 million on 18% higher DARTs and higher regulatory fees, which are passed through to customers. Customer trading volume in futures increased 13%, while stocks and options volumes decreased 24% and 1%, respectively.
- Net interest income increased 19% to $1.15 billion primarily on higher average customer margin loans and customer credit balances.
- Other fees and services increased 33% to $88 million, led by increases of $11 million in risk exposure fees, $3 million in payments for order flow from exchange-mandated programs, and $3 million in market data fees.
- Execution, clearing and distribution fees increased 46% to $134 million, mainly driven by a $30 million increase in regulatory fees due to a higher SEC Section 31 transaction fee rate.
- Pretax profit margin was 78% for the current quarter compared to 79% in the prior-year quarter. Adjusted pretax profit margin for the current quarter was 78% compared to 79% in the prior-year quarter.
- Total equity as of September 30, 2026, was $23.3 billion.

In connection with our currency diversification strategy, as of September 30, 2026, approximately 24% of our equity was denominated in currencies other than the U.S. dollar. In the current quarter, our currency diversification strategy decreased our comprehensive earnings by $4 million (compared to an decrease of $33 million in the prior-year quarter), as the U.S. dollar value of the GLOBAL decreased by approximately 0.08% compared to its value as of June 30, 2026. The effects of our currency diversification strategy are reported as (1) a component of “Other income” (gain of $40 million) in the condensed consolidated statements of comprehensive income and (2) other comprehensive income (“OCI”) (loss of $44 million) in the condensed consolidated statements of financial condition and the condensed consolidated statements of comprehensive income. The full effect of the GLOBAL is captured in comprehensive income.

Certain Trends and Uncertainties

We believe that our current operations may be favorably or unfavorably impacted by the following trends and uncertainties that may affect our financial condition and results of operations:

- Retail participation in the financial markets has fluctuated in the past due to investor sentiment, market conditions and a variety of other factors. Retail transaction volumes may not be sustainable and are not predictable.

- Consolidation among market centers may adversely affect the value of our IB SmartRouting[SM] software.

- Competition among broker-dealers may continue to intensify.

- The adoption of artificial intelligence ("AI") technologies across the financial services industry may accelerate competitive dynamics and innovation cycles. In addition, increased use of AI by threat actors or market participants could amplify cybersecurity risks, market manipulation risks, or operational complexity.

- Benchmark interest rates tend to fluctuate with economic conditions. Changes in interest rates may not be predictable.

- Fiscal and/or monetary policy may change and impact the financial services business and securities markets.

- New legislation or modifications to existing regulations and rules could occur in the future. Scrutiny of the use of AI and information security by regulatory and legislative authorities has increased.

- The impact of a pandemic or other public health emergency will depend on numerous evolving factors that cannot be accurately predicted, including the duration and spread of the pandemic, governmental regulations in response to the pandemic, and the effectiveness of vaccinations and other medical advancements.

- We continue to be exposed to the risks and uncertainties of doing business in international markets, particularly in the heavily regulated brokerage industry. Such risks and uncertainties include political, economic and financial instability, and foreign policy changes. For example, tensions between the U.S. and China have escalated in recent years, and changes in Chinese governmental oversight of the Chinese and Hong Kong capital markets could result in adverse effects on our business and loss of assets we hold in the region. Additionally, although our direct and indirect exposures to Russia, Ukraine and the Middle East are not material, the war in Ukraine and the conflict in the Middle East and related sanctions have created substantial uncertainty in the global economy and financial markets. Finally, government actions such as tariff policy changes may create uncertainty that affects volumes and volatility in the financial markets.

- Our remaining market making activities, while not material, will continue to be impacted by market structure changes, market conditions, the level of automation of competitors, and the relationship between actual and implied volatility in the equities markets.

See “Risk Factors” in Part I, Item 1A of our Annual Report on Form 10‑K, filed with the SEC on February 27, 2026, and elsewhere in this report for a discussion of other risks that may affect our financial condition and results of operations.

Trading Volumes and Customer Statistics

The tables below present historical trading volumes and customer statistics for our business. Trading volumes are the primary driver in our business. Information on our net interest income can be found elsewhere in this report.

EXECUTED ORDER VOLUMES:
(in thousands, except %)

Period	Customer Orders	% Change	Principal Orders	% Change	Total Orders	% Change
2023	483,015		29,712		512,727	
2024	661,666	37%	63,348	113%	725,014	41%
2025	915,616	38%	121,972	93%	1,037,588	43%
3Q2025	229,635		30,659		260,294	
3Q2026	273,486	19%	37,616	23%	311,102	20%
2Q2026	299,110		45,070		344,180	
3Q2026	273,486	(9%)	37,616	(17%)	311,102	(10%)

CONTRACT AND SHARE VOLUMES:
(in thousands, except %)

TOTAL

Period	Options (contracts)	% Change	Futures [1] (contracts)	% Change	Stocks (shares)	% Change
2023	1,020,736		209,034		252,742,847	
2024	1,344,855	32%	218,327	4%	307,489,711	22%
2025	1,668,228	24%	241,631	11%	421,707,895	37%
3Q2025	428,524		52,233		119,250,686	
3Q2026	426,182	(1%)	59,134	13%	91,432,625	(23%)
2Q2026	459,831		65,909		109,464,979	
3Q2026	426,182	(7%)	59,134	(10%)	91,432,625	(16%)

CUSTOMER

Period	Options (contracts)	% Change	Futures [1] (contracts)	% Change	Stocks (shares)	% Change
2023	981,172		206,073		248,588,960	
2024	1,290,770	32%	214,864	4%	302,040,873	22%
2025	1,623,384	26%	240,120	12%	417,457,770	38%
3Q2025	418,389		51,936		118,307,826	
3Q2026	415,215	(1%)	58,677	13%	90,219,440	(24%)
2Q2026	446,906		65,337		108,174,094	
3Q2026	415,215	(7%)	58,677	(10%)	90,219,440	(17%)

1. Futures contract volume includes options on futures.

PRINCIPAL

Period	Options (contracts)	% Change	Futures [1] (contracts)	% Change	Stocks (shares)	% Change
2023	39,564		2,961		4,153,887	
2024	54,085	37%	3,463	17%	5,448,838	31%
2025	44,844	(17%)	1,511	(56%)	4,250,125	(22%)
3Q2025	10,135		297		942,860	
3Q2026	10,967	8%	457	54%	1,213,185	29%
2Q2026	12,925		572		1,290,885	
3Q2026	10,967	(15%)	457	(20%)	1,213,185	(6%)

1. Futures contract volume includes options on futures.

CUSTOMER STATISTICS:

Year over Year	3Q2026	3Q2025	% Change
Total Accounts (in thousands)	5,576	4,127	35%
Customer Equity (in billions) [1]	$ 965	$ 758	27%
Total Customer DARTs (in thousands) [2]	4,273	3,616	18%
Cleared Customers			
Commission per Cleared Commissionable Order [3]	$ 2.59	$ 2.70	(4%)
Cleared Avg. DARTs per Account (Annualized)	168	195	(14%)

Consecutive Quarters	3Q2026	2Q2026	% Change
Total Accounts (in thousands)	5,576	5,185	8%
Customer Equity (in billions) [1]	$ 965	$ 930	4%
Total Customer DARTs (in thousands) [2]	4,273	4,824	(11%)
Cleared Customers			
Commission per Cleared Commissionable Order [3]	$ 2.59	$ 2.64	(2%)
Cleared Avg. DARTs per Account (Annualized)	168	207	(19%)

1. Excludes non-customers.
2. Daily average revenue trades ("DARTs") are based on customer orders.
3. Commissionable order – a customer order that generates commissions.

Results of Operations

The table below presents our consolidated results of operations for the periods indicated. The period-to-period comparisons below of financial results are not necessarily indicative of future results.

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2026	2025	2026	2025
	(in millions, except share and per share amounts)			
Revenues				
Commissions	$ 602	$ 537	$ 1,888	$ 1,567
Other fees and services	88	66	261	206
Other income	70	85	215	192
Total non-interest income	760	688	2,364	1,965
Interest income	2,433	2,101	6,616	5,710
Interest expense	(1,279)	(1,134)	(3,501)	(3,113)
Total net interest income	1,154	967	3,115	2,597
Total net revenues	1,914	1,655	5,479	4,562
Non-interest expenses				
Execution, clearing and distribution fees	134	92	382	329
Employee compensation and benefits	167	156	516	473
Occupancy, depreciation and amortization	29	24	83	72
Communications	11	11	34	32
General and administrative	78	62	214	185
Customer bad debt	(1)	(2)	10	-
Total non-interest expenses	418	343	1,239	1,091
Income before income taxes	1,496	1,312	4,240	3,471
Income tax expense	148	126	383	315
Net income	1,348	1,186	3,857	3,156
Less net income attributable to noncontrolling interests	1,034	923	2,964	2,456
Net income available for common stockholders	$ 314	$ 263	$ 893	$ 700
Earnings per share				
Basic	$ 0.69	$ 0.59	$ 1.99	$ 1.59
Diluted	$ 0.69	$ 0.59	$ 1.98	$ 1.58
Weighted average common shares outstanding				
Basic	452,266,631	444,060,813	448,564,570	439,434,716
Diluted	453,923,924	446,528,983	450,818,725	442,507,940
Comprehensive income				
Net income available for common stockholders	$ 314	$ 263	$ 893	$ 700
Other comprehensive income				
Cumulative translation adjustment, before income taxes	(12)	(10)	(48)	97
Income taxes related to items of other comprehensive income	-	-	-	-
Other comprehensive income (loss), net of tax	(12)	(10)	(48)	97
Comprehensive income available for common stockholders	$ 302	$ 253	$ 845	$ 797
Comprehensive income attributable to noncontrolling interests				
Net income attributable to noncontrolling interests	$ 1,034	$ 923	$ 2,964	$ 2,456
Other comprehensive income - cumulative translation adjustment	(32)	(28)	(132)	278
Comprehensive income attributable to noncontrolling interests	$ 1,002	$ 895	$ 2,832	$ 2,734

Three Months Ended September 30, 2026 ("current quarter") compared to the Three Months Ended September 30, 2025 ("prior-year quarter")

Net Revenues

Total net revenues, for the current quarter, increased $259 million, or 16%, compared to the prior-year quarter, to $1.91 billion. The increase in net revenues was due to higher net interest income, commissions, and other fees and services; partially offset by lower other income.

Commissions

We earn commissions from our cleared customers for whom we act as an executing and clearing broker and from our non-cleared customers for whom we act as an execution-only broker. Our commission structure allows customers to choose between (1) an all-inclusive fixed, or "bundled", rate; (2) a tiered, or "unbundled", rate that offers lower commissions for high volume customers where we pass through regulatory and exchange fees; and (3) our IBKR Lite℠ offering, which provides commission-free trades on U.S. exchange-listed stocks and ETFs. IBKR Lite℠ trades generate payments from market makers and others to whom we route these orders, which are reported in commissions. Our commissions are geographically diversified around the world, though a substantial majority are generated on products traded in the U.S.

Commissions, for the current quarter, increased $65 million, or 12%, compared to the prior-year quarter, to $602 million, on higher trade volume and higher regulatory fees, which are passed through to customers. Total futures contract volumes increased 13%, while stock share volume and options contract volumes decreased 24% and 1%, respectively. Total DARTs for the current quarter increased 18% to 4.3 million, compared to 3.6 million for the prior-year quarter. Average commission per commissionable order for cleared customers decreased 4% to $2.59 for the current quarter compared to $2.70 for the prior-year quarter, primarily due to smaller order sizes across all products.

Other Fees and Services

We earn fee income on services provided to customers, which includes market data fees, risk exposure fees, payments for order flow from exchange-mandated programs, FDIC sweep fees, and other fees and services charged to customers.

Other fees and services, for the current quarter, increased $22 million, or 33%, compared to the prior-year quarter, to $88 million, driven by an $11 million increase in risk exposure fees in a more risk-on environment, a $3 million increase in payments for order flow from exchange-mandated programs driven by strong options volumes, and a $3 million increase in market data fees due to our growing customer base.

Other Income

Other income consists of foreign exchange gains (losses) from our currency diversification strategy, gains (losses) from principal transactions, gains (losses) from our equity method and other investments, and other revenue not directly attributable to our core business offerings. A discussion of our approach to managing foreign currency exposure is contained in Part I, Item 3 of this Quarterly Report on Form 10-Q entitled "Quantitative and Qualitative Disclosures about Market Risk."

Other income, for the current quarter, decreased $15 million, or 18%, compared to the prior-year quarter, to $70 million. This decrease was mainly due to $54 million related to our investing activities; partially offset by an increase of $36 million from our currency diversification strategy.

Interest Income and Interest Expense

We earn interest on margin lending to customers that is secured by marketable securities and currency balances these customers hold with us; from our investments in U.S. and foreign government securities; from borrowing and lending securities; on deposits (in positive interest rate currencies) with banks; and on certain customers' cash balances in negative rate currencies. We pay interest on customer cash balances (in sufficiently positive interest rate currencies); for borrowing and lending securities; on deposits (in negative interest rate currencies) with banks; and on our borrowings.

Net interest income (interest income less interest expense), for the current quarter, increased $187 million, or 19%, compared to the prior-year quarter, to $1.15 billion. The increase in net interest income was driven by higher average customer margin loans and customer credit balances, partially offset by lower benchmark interest rates.

Net interest income on customer balances, for the current quarter, increased $239 million compared to the prior-year quarter, driven by increases of $34.8 billion, $33.2 billion and $13.2 billion in average customer credit balances, margin loans, and segregated cash and securities, respectively. Yields on all three components decreased as rates have declined worldwide. See the "Business Environment" section above in this Item 2 for a further discussion about the change in interest rates in the current quarter.

The Company measures return on interest-earning assets using net interest margin ("NIM"). NIM is computed by dividing the annualized net interest income by the average interest-earning assets for the period. Interest-earning assets consist of cash and securities segregated for regulatory purposes (including U.S. government securities and securities purchased under agreements to resell), customer margin loans, securities borrowed, other interest-earning assets (solely firm assets) and customer cash balances swept into FDIC-insured banks as part of our Insured Bank Deposit Sweep Program. Interest-bearing liabilities consist of customer credit balances, securities loaned, and other interest-bearing liabilities.

Yields are generally a reflection of benchmark interest rates in each currency in which the Company and its customers hold cash balances. Because a meaningful portion of customer cash and margin loans are denominated in currencies other than the U.S. dollar, changes in U.S. benchmark interest rates do not impact the total amount of segregated cash and securities, customer margin loans and customer credit balances. Furthermore, because interest, when benchmark rates are at sufficiently high levels, is paid only on eligible cash credit balances (i.e., balances over $10 thousand or equivalent, in securities accounts with over $100 thousand in equity, and in smaller accounts at reduced rates), changes in benchmark interest rates are not passed through to the total amount of customer credit balances. Finally, the Company's policies with respect to currencies with near zero or negative interest rates impact the overall yields on segregated cash and customer credit balances as effective interest rates in those currencies move above or below zero.

We earn income on securities loaned and borrowed to support customer long and short stock holdings in margin accounts.

A securities lending transaction generates (1) net interest earned on lending a security, which is based on supply and demand for that security, and (2) interest earned on the cash collateral deposited for the loan of that security, which is based on benchmark interest rates. Interest on this collateral is reported as net interest on segregated cash, since cash collateral from securities lending is held in specially-designated bank accounts for the benefit of customers, in accordance with U.S. customer protection rules. Generally, as benchmark interest rates rise, while the overall revenue generated from a securities lending transaction may not change, the portion derived from interest earned on the cash collateral, which is classified as net interest income on "Segregated cash and securities, net" increases, while the portion classified as "Securities borrowed and loaned, net" decreases.

In the current quarter, average securities borrowed balances increased 36%, to $12.3 billion, and average securities loaned balances increased 75%, to $36.2 billion, compared to the prior-year quarter. Net interest earned from securities lending is affected by the level of demand for securities positions held by our customers that investors are looking to sell short. During the current quarter, net interest earned from securities lending transactions, as reported, decreased $68 million, or 51%, compared to the prior-year quarter. However, as noted above, the rise in benchmark interest rates from near zero in 2022 has shifted a portion of the interest reported as generated by lending securities to interest income on segregated cash (see further explanation above). It should be noted that securities lending transactions entered into to support customer activity may produce interest income (expense) that is offset by interest expense (income) related to customer balances.

We estimate that if the interest earned and paid on cash collateral related to our securities lending transactions were included under "Securities borrowed and loaned, net" in the table below, the total net interest income related to our securities lending activities would have been $427 million in the current quarter, compared to $314 million in the prior-year quarter. Such additional interest attributed to our securities lending activities would be reclassified from net interest income on "Segregated cash and securities, net" and "Customer credit balances, net" in the table below, so it would have no effect on our overall net interest income or net interest margin.

Our Stock Yield Enhancement Program provides an opportunity for customers with fully-paid stock to allow us to lend it out. We pay customers a rebate on the cash collateral generally equal to 50% of a market-based rate for lending the shares. We place cash and/or U.S. Treasury securities as collateral securing the loans in the customer's account, which is held in segregated accounts or at an affiliate acting as collateral agent for the benefit of our customer.

The table below presents net interest income information corresponding to interest-earning assets and interest-bearing liabilities for the periods indicated.

	Three Months Ended September 30,	
	2026	2025
	(in millions)	
Average interest-earning assets		
Segregated cash and securities	$ 95,092	$ 81,906
Customer margin loans	104,032	70,805
Securities borrowed	12,290	9,037
Other interest-earning assets	19,468	16,037
FDIC sweeps [1,4]	6,364	5,962
	$ 237,246	$ 183,747
Average interest-bearing liabilities		
Customer credit balances	$ 176,566	$ 141,763
Securities loaned	36,203	20,691
Other interest-bearing liabilities	376	361
	$ 213,145	$ 162,815
Net interest income		
Segregated cash and securities, net	$ 815	$ 786
Customer margin loans [3]	1,114	821
Securities borrowed and loaned, net [2]	65	133
Customer credit balances, net [3]	(1,028)	(945)
Other net interest income [1,4]	225	204
Net interest income [4]	$ 1,191	$ 999
Net interest margin ("NIM")	1.99%	2.16%
Annualized Yields		
Segregated cash and securities	3.40%	3.81%
Customer margin loans	4.25%	4.60%
Customer credit balances	2.31%	2.64%

1. Represents the average amount of customer cash swept into FDIC-insured banks as part of our Insured Bank Deposit Sweep Program. This item is not recorded in the condensed consolidated statements of financial condition. Income derived from program deposits is reported in "Other net interest income" in the table above.

2. We estimate that if the interest earned and paid on cash collateral related to our securities lending transactions were included under “Securities borrowed and loaned, net” in the table above, the total net interest income related to our securities lending activities would have been $427 million for the three months ended September 30, 2026, compared to $314 million for the three months ended September 30, 2025. Such additional interest attributed to our securities lending activities would be reclassified from net interest income on “Segregated cash and securities, net” and “Customer credit balances, net” in the table above, so it would have no effect on our overall net interest income or net interest margin.

3. Interest income and interest expense on customer margin loans and customer credit balances, respectively, are calculated on daily cash balances within each customer’s account on a net basis, which may result in an offset of balances across multiple account segments (e.g., between securities and commodities segments).

4. Includes income from financial instruments that has the same characteristics as interest, but is reported in "Other fees and services" and "Other income" in the condensed consolidated statements of comprehensive income. For the three months ended September 30, 2026 and 2025, $11 million and $10 million were reported in "Other fees and services", respectively; and $26 million and $22 million were reported in "Other income", respectively.

Non‑Interest Expenses

Non-interest expenses, for the current quarter, increased $75 million, or 22%, compared to the prior-year quarter, to $418 million, mainly due to a $42 million increase in execution, clearing and distribution fees; a $16 million increase in general and administrative expenses; an $11 million increase in employee compensation and benefits; a $5 million increase in occupancy, depreciation and amortization expenses; and a $1 million increase in customer bad debt expense. As a percentage of total net revenues, non-interest expenses were 22% for the current quarter and 21% for the prior-year quarter.

Execution, Clearing and Distribution Fees

Execution, clearing and distribution fees include the costs of executing and clearing trades, net of liquidity rebates received from various exchanges and market centers, as well as regulatory fees and market data fees. Execution fees are paid primarily to electronic exchanges and market centers on which we trade. Clearing fees are paid to clearing houses and clearing agents. Market data fees, which are associated with market data revenue included in other fees and services, are paid to third parties to receive streaming price quotes and related information.

Execution, clearing and distribution fees, for the current quarter, increased $42 million, or 46%, compared to the prior-year quarter, to $134 million, mainly driven by a $26 million increase in regulatory fees, largely from the re-initiation on April 4, 2026 of SEC Section 31 transaction fees, which had been set to zero since May 14, 2025; and a $9 million increase in market data fees. SEC fees, as with other regulatory fees, are passed through to customers. As a percentage of total net revenues, execution, clearing and distribution fees were 7% for the current quarter and 6% for the prior-year quarter.

Employee Compensation and Benefits

Employee compensation and benefits include salaries, bonuses and other incentive compensation plans, group insurance, contributions to benefit programs and other related employee costs.

Employee compensation and benefits expenses, for the current quarter, increased $11 million, or 7%, compared to the prior-year quarter, to $167 million, associated with a combination of staffing increases and inflation. The average number of employees increased 5% to 3,274 for the current quarter, compared to 3,109 for the prior-year quarter. As we continue to grow, our focus on automation has allowed us to increase our staff at a relatively modest pace. As a percentage of total net revenues, employee compensation and benefits expenses were 9% for both the current quarter and the prior-year quarter.

Occupancy, Depreciation and Amortization

Occupancy expenses consist primarily of rental payments on office and data center leases and related occupancy costs, such as utilities. Depreciation and amortization expenses result from the depreciation of fixed assets, such as computing and communications hardware, as well as amortization of leasehold improvements and capitalized in‑house software development.

Occupancy, depreciation and amortization expenses, for the current quarter, increased $5 million, or 21%, compared to the prior-year quarter, to $29 million, mainly due to higher rent expense for new offices and depreciation of computer equipment, as we continue to expand our data centers globally. As a percentage of total net revenues, occupancy, depreciation and amortization expenses were 2% for the current quarter and 1% for the prior-year quarter.

Communications

Communications expenses consist primarily of the cost of voice and data telecommunications lines supporting our business, including connectivity to exchanges and market centers around the world.

Communications expenses, for the current quarter, were unchanged from the prior-year quarter, at $11 million. As a percentage of total net revenues, communications expenses were 1% for both the current quarter and the prior-year quarter.

General and Administrative

General and administrative expenses consist primarily of advertising; professional services expenses, such as legal and audit work; legal and regulatory matters; and other operating expenses.

General and administrative expenses, for the current quarter, increased $16 million, or 26%, compared to the prior-year quarter, to $78 million, driven primarily by a $9 million increase in advertising expenses. As a percentage of total net revenues, general and administrative expenses were 4% for both the current quarter and the prior-year quarter.

Customer Bad Debt

Customer bad debt expense consists primarily of losses incurred by customers in excess of their assets with us, net of amounts recovered by us.

Customer bad debt expense, for the current quarter, reflected net collections recovered from customers of $1 million, compared to a slightly higher net recovery amount in the prior-year quarter.

Income Tax Expense

We pay U.S. federal, state and local income taxes on our taxable income, which is proportional to the percentage we own of IBG LLC. Also, our operating subsidiaries are subject to income tax in the respective jurisdictions in which they operate.

Income tax expense, for the current quarter, increased $22 million, or 17%, compared to the prior-year quarter, to $148 million, primarily due to (1) higher income before taxes at our operating subsidiaries outside the U.S.; (2) higher income before income taxes subject to U.S. income tax at IBG, Inc.; and (3) IBG, Inc.'s higher average ownership percentage of IBG LLC, which rose from 26.2% in the prior-year quarter to 26.6% in the current quarter; partially offset by (4) higher foreign tax credits.

The table below presents information about our income tax expense for the periods indicated.

	Three Months Ended September 30,	
	2026	2025
	(in millions, except %)	
Consolidated		
Consolidated income before income taxes	$ 1,496	$ 1,312
Exclude IBG, Inc. stand-alone (income) loss before income taxes	—	—
Add-back IBG LLC net gain (loss) on IBKR shares eliminated in consolidation [1]	—	2
Operating subsidiaries income before income taxes	$ 1,496	$ 1,314
Operating subsidiaries		
Income before income taxes	$ 1,496	$ 1,314
Income tax expense	88	62
Net income available to members	$ 1,408	$ 1,252
IBG, Inc.		
Average ownership percentage in IBG LLC	26.6%	26.2%
Net income available to IBG, Inc. from operating subsidiaries	$ 374	$ 328
IBG, Inc. stand-alone income (loss) before income taxes	—	—
Elimination of IBG, Inc.'s portion of IBG LLC net (gain) loss on IBKR shares [1]	—	(1)
Income before income taxes	374	327
Income tax expense	60	64
Net income available to common stockholders	$ 314	$ 263
Consolidated income tax expense		
Income tax expense attributable to operating subsidiaries	$ 88	$ 62
Income tax expense attributable to IBG, Inc.	60	64
Consolidated income tax expense	$ 148	$ 126

1. Represents the net gains or losses from the Company's common stock (IBKR shares) held in treasury related to shares withheld from employees to satisfy their tax withholding obligations related to the annual vesting of the Company's Stock Incentive Plan restricted stock units and shares for distribution to eligible customers participating in one or more promotions.

Operating Results

Income before income taxes, for the current quarter, increased $184 million, or 14%, compared to the prior-year quarter, to $1.50 billion. Pretax profit margin was 78% for the current quarter and 79% for the prior-year quarter.

Comparing our operating results for the current quarter to the prior-year quarter using non-GAAP financial measures, adjusted net revenues were $1.87 billion, up 16%; adjusted income before income taxes was $1.45 billion, up 15%; and adjusted pre-tax profit margin was 78% for the current quarter compared to 79% for the prior-year quarter. See the "Non-GAAP Financial Measures" section below in this Item 2 for additional details.

Nine months ended September 30, 2026 ("current nine-month period") compared to the nine months ended September 30, 2025 ("prior-year nine-month period")

Net Revenues

Total net revenues, for the current nine-month period, increased $917 million, or 20%, compared to the prior-year nine-month period, to $5.48 billion. The increase in net revenues was due to higher net interest income, commissions, other fees and services, and other income.

Commissions

Commissions, for the current nine-month period, increased $321 million, or 20%, compared to the prior-year nine-month period, to $1.89 billion, driven by higher customer trading volumes in stocks, options and futures, higher DARTs, and higher regulatory fees, which are passed through to customers. Total customer futures and option contract volumes and stock share volumes increased 12%, 10% and 3%, respectively. Total DARTs for the current nine-month period increased 26% to 4.5 million, compared to 3.6 million for the prior-year nine-month period. Average commission per commissionable order for cleared customers, for the current nine-month period, decreased 2% to $2.64, compared to $2.70 for the prior-year nine-month period, mainly due to greater capture of liquidity rebates passed through to customers.

Other Fees and Services

Other fees and services, for the current nine-month period, increased $55 million, or 27%, compared to the prior-year nine-month period, to $261 million, mainly driven by a $18 million increase in risk exposure fees in a more risk-on environment than the prior-year nine-month period, a $14 million increase in payments for order flow from exchange-mandated programs driven by higher customer trading volumes, a $8 million increase in market data fees due to our growing customer base, and a $4 million increase in FDIC sweep fees on higher customer balances.

Other Income

Other income, for the current nine-month period, increased $23 million, or 12%, compared to the prior-year nine-month period, to $215 million. This increase was mainly due to $68 million related to our currency diversification strategy, partially offset by $44 million related to our investing activities.

Interest Income and Interest Expense

Net interest income (interest income less interest expense), for the current nine-month period, increased $518 million, or 20%, compared to the prior-year nine-month period, to $3.12 billion. The increase in net interest income was driven by higher average customer margin loans and customer credit balances, partially offset by lower benchmark interest rates.

Net interest income on customer balances, for the current nine-month period, increased $575 million compared to the prior-year nine-month period, driven by increases of $38.4 billion, $31.3 billion, and $16.4 billion in average customer credit balances, margin loans, and segregated cash and securities, respectively. Yields on all three components decreased as rates have declined worldwide. See the "Business Environment" section above in this Item 2 for a further discussion about the change in interest rates in the current nine-month period.

The Company measures return on interest-earning assets using net interest margin ("NIM"). NIM is computed by dividing the annualized net interest income by the average interest-earning assets for the period. Interest-earning assets consist of cash and securities segregated for regulatory purposes (including U.S. government securities and securities purchased under agreements to resell), customer margin loans, securities borrowed, other interest-earning assets (solely firm assets) and customer cash balances swept into FDIC-insured banks as part of our Insured Bank Deposit Sweep Program. Interest-bearing liabilities consist of customer credit balances, securities loaned, and other interest-bearing liabilities.

Yields are generally a reflection of benchmark interest rates in each currency in which the Company and its customers hold cash balances. Because a meaningful portion of customer cash and margin loans are denominated in currencies other than the U.S. dollar, changes in U.S. benchmark interest rates do not impact the total amount of segregated cash and securities, customer margin loans and customer credit balances. Furthermore, because interest, when benchmark rates are at sufficiently high levels, is paid only on eligible cash credit balances (i.e., balances over $10 thousand or equivalent, in securities accounts with over $100 thousand in equity, and in smaller accounts at reduced rates), changes in benchmark interest rates are not passed through to the total amount of customer credit balances. Finally, the Company's policies with respect to currencies with near zero or negative interest rates impact the overall yields on segregated cash and customer credit balances as effective interest rates in those currencies move above or below zero.

We earn income on securities loaned and borrowed to support customer long and short stock holdings in margin accounts.

Our Stock Yield Enhancement Program provides an opportunity for customers with fully-paid stock to allow us to lend it out. We pay customers a rebate on the cash collateral generally equal to 50% of a market-based rate for lending the shares. We place cash and/or U.S. Treasury securities as collateral securing the loans in the customer's account, which is held in segregated accounts or at an affiliate acting as collateral agent for the benefit of our customer.

A securities lending transaction generates (1) net interest earned on lending a security, which is based on supply and demand for that security, and (2) interest earned on the cash collateral deposited for the loan of that security, which is based on benchmark interest rates. Interest on this collateral is reported as net interest on segregated cash, since cash collateral from securities lending is held in specially-designated bank accounts for the benefit of customers, in accordance with U.S. customer protection rules. Generally, as benchmark interest rates rise, while the overall revenue generated from a securities lending transaction may not change, the portion derived from interest earned on the cash collateral, which is classified as net interest income on "Segregated cash and securities, net" increases, while the portion classified as "Securities borrowed and loaned, net" decreases.

In the current nine-month period, average securities borrowed balances increased 44%, to $10.1 billion, and average securities loaned balances increased 76%, to $31.7 billion, compared to the prior-year nine-month period. Net interest earned from securities lending is affected by the level of demand for securities positions held by our customers that investors are looking to sell short. During the current nine-month period, net interest earned from securities lending transactions decreased $62 million, or 30%, compared to the prior-year nine-month period. However, as noted above, the rise in benchmark interest rates from near zero in 2022 has shifted a portion of the interest reported as generated by lending securities to interest income on segregated cash (see further explanation above). It should be noted that securities lending transactions entered into to support customer activity may produce interest income (expense) that is offset by interest expense (income) related to customer balances.

We estimate that if the interest earned and paid on cash collateral related to our securities lending transactions were included under "Securities borrowed and loaned, net" in the table below, the total net interest income related to our securities lending activities would have been $1.04 billion in the current nine-month period, compared to $751 million in the prior-year nine-month period. Such additional interest attributed to our securities lending activities would be reclassified from net interest income on "Segregated cash and securities, net" and "Customer credit balances, net" in the table below, so it would have no effect on our overall net interest income or net interest margin.

The table below presents net interest income information corresponding to interest-earning assets and interest-bearing liabilities for the periods indicated.

	Nine Months Ended September 30,	
	2026	2025
	(in millions)	
Average interest-earning assets		
Segregated cash and securities	$ 92,344	$ 75,934
Customer margin loans	96,654	65,380
Securities borrowed	10,075	6,995
Other interest-earning assets	18,503	14,784
FDIC sweeps [1,5]	6,366	5,329
	$ 223,942	$ 168,422
Average interest-bearing liabilities		
Customer credit balances	$ 168,637	$ 130,262
Securities loaned	31,710	18,007
Other interest-bearing liabilities	361	160
	$ 200,708	$ 148,429
Net interest income		
Segregated cash and securities, net [2]	$ 2,307	$ 2,205
Customer margin loans [4]	3,007	2,305
Securities borrowed and loaned, net [3]	142	204
Customer credit balances, net [4]	(2,848)	(2,619)
Other net interest income [1,5]	636	559
Net interest income [5]	$ 3,244	$ 2,654
Net interest margin ("NIM")	1.94%	2.11%
Annualized Yields		
Segregated cash and securities	3.34%	3.88%
Customer margin loans	4.16%	4.71%
Customer credit balances	2.26%	2.69%

1. Represents the average amount of customer cash swept into FDIC-insured banks as part of our Insured Bank Deposit Sweep Program. This item is not recorded in the Company's condensed consolidated statements of financial condition. Income derived from program deposits is reported in "Other net interest income" in the table above.

2. Net interest income on “Segregated cash and securities, net” for the nine months ended September 30, 2025, excludes $26 million of interest income, recorded in the condensed consolidated statements of comprehensive income, related to taxes withheld at source in prior periods, which were determined to be fully refundable.

3. We estimate that if the interest earned and paid on cash collateral related to our securities lending transactions were included under “Securities borrowed and loaned, net” in the table above, the total net interest income related to our securities lending activities would have been $1.04 billion for the nine months ended September 30, 2026, compared to $751 million for the nine months ended September 30, 2025. Such additional interest attributed to our securities lending activities would be reclassified from net interest income on “Segregated cash and securities, net” and “Customer credit balances, net” in the table above, so it would have no effect on our overall net interest income or net interest margin.

4. Interest income and interest expense on customer margin loans and customer credit balances, respectively, are calculated on daily cash balances within each customer’s account on a net basis, which may result in an offset of balances across multiple account segments (e.g., between securities and commodities segments).

5. Includes income from financial instruments that has the same characteristics as interest, but is reported in "Other fees and services" and "Other income" in the Company’s condensed consolidated statements of comprehensive income. For the nine months ended September 30, 2026 and 2025, $33 million and $27 million were reported in "Other fees and services", respectively; and $96 million and $56 million were reported in "Other income", respectively.

Non-Interest Expenses

Non-interest expenses, for the current nine-month period, increased $148 million, or 14%, compared to the prior-year nine-month period, to $1.24 billion, mainly due to a $53 million increase in execution, clearing and distribution fees, a $43 million increase in employee compensation and benefits, a $29 million increase in general and administrative expenses, an $11 million increase in occupancy, depreciation and amortization expense and a $10 million increase in customer bad debt expense. As a percentage of total net revenues, non-interest expenses were 23% for the current nine-month period and 24% for the prior-year nine-month period.

Execution, Clearing and Distribution Fees

Execution, clearing and distribution fees, for the current nine-month period, increased $53 million, or 16%, compared to the prior-year nine-month period, to $382 million, mainly driven by (1) a $26 million increase in clearing and brokerage fees due to higher customer trading volumes, (2) a $21 million increase in regulatory fees mostly from the re-initiation on April 4, 2026 of SEC Section 31 transaction fees, which had been set to zero since May 14, 2025; and (3) a $13 million increase in market data fees; partially offset by (4) a $12 million decrease in exchange fees due to greater capture of liquidity rebates on higher customer trading volumes. As a percentage of total net revenues, execution, clearing and distribution fees were 7% for both the current nine-month period and the prior-year nine-month period.

Employee Compensation and Benefits

Employee compensation and benefits expenses, for the current nine-month period, increased $43 million, or 9%, compared to the prior-year nine-month period, to $516 million associated with a combination of staffing increases, inflation, and a $6 million increase in U.S. Social Security and Medicare and other social insurance taxes driven by the annual vesting of the Company's Stock Incentive Plan units at a higher stock price than in the prior year. The average number of employees increased 6% to 3,241 for the current nine-month period, compared to 3,061 for the prior-year nine-month period. As we continue to grow, our focus on automation has allowed us to increase our staff at a relatively modest pace. As a percentage of total net revenues, employee compensation and benefits expenses were 9% for the current nine-month period and 10% for the prior-year nine-month period.

Occupancy, Depreciation and Amortization

Occupancy, depreciation and amortization expenses, for the current nine-month period, increased $11 million, or 15%, compared to the prior-year nine-month period, to $83 million, mainly due to higher rent expense for new offices and depreciation of computer equipment, as we continue to expand our data centers globally. As a percentage of total net revenues, occupancy, depreciation and amortization expenses were 2% for both the current nine-month period and the prior-year nine-month period.

Communications

Communications expenses, for the current nine-month period increased $2 million, or 6%, compared to the prior-year nine-month period, to $34 million. As a percentage of total net revenues, communications expenses were 1% for both the current nine-month period and the prior-year nine-month period.

General and Administrative

General and administrative expenses, for the current nine-month period, increased $29 million, or 16%, compared to the prior-year nine-month period, to $214 million, led by a $17 million increase in advertising expense. As a percentage of total net revenues, general and administrative expenses were 4% for both the current nine-month period and the prior-year nine-month period.

Customer Bad Debt

Customer bad debt expense, for the current nine-month period, increased $10 million compared to the prior-year nine-month period, to $10 million, mainly due to customer losses related to a corporate action during the current nine-month period.

Income Tax Expense

We pay U.S. federal, state and local income taxes on our taxable income, which is proportional to the percentage we own of IBG LLC. Also, our operating subsidiaries are subject to income tax in the respective jurisdictions in which they operate.

Income tax expense, for the current nine-month period, increased $68 million, or 22%, compared to the prior-year nine-month period, to $383 million, primarily due to (1) higher income before taxes at our operating subsidiaries outside the U.S.; (2) higher income before income taxes subject to U.S. income tax at IBG, Inc.; and (3) IBG, Inc.'s higher average ownership percentage of IBG LLC, which rose from 26.0% in the prior-year nine-month period to 26.4% in the current nine-month period; partially offset by (4) higher tax deductions driven by the annual vesting of the Company's Stock Incentive Plan restricted stock units at a higher stock price than in the prior-year nine-month period.

The table below presents information about our income tax expense for the periods indicated.

	Nine Months Ended September 30,	
	2026	2025
	(in millions, except %)	
Consolidated		
Consolidated income before income taxes	$ 4,240	$ 3,471
Exclude IBG, Inc. stand-alone (income) loss before income taxes	—	—
Add-back IBG LLC net gain (loss) on IBKR shares eliminated in consolidation [1]	8	14
Operating subsidiaries income before income taxes	$ 4,248	$ 3,485
Operating subsidiaries		
Income before income taxes	$ 4,248	$ 3,485
Income tax expense	213	154
Net income available to members	$ 4,035	$ 3,331
IBG, Inc.		
Average ownership percentage in IBG LLC	26.4%	26.0%
Net income available to IBG, Inc. from operating subsidiaries	$ 1,066	$ 865
IBG, Inc. stand-alone income (loss) before income taxes	—	—
Elimination of IBG, Inc.'s portion of IBG LLC net (gain) loss on IBKR shares [1]	(3)	(4)
Income before income taxes	1,063	861
Income tax expense	170	161
Net income available to common stockholders	$ 893	$ 700
Consolidated income tax expense		
Income tax expense attributable to operating subsidiaries	$ 213	$ 154
Income tax expense attributable to IBG, Inc.	170	161
Consolidated income tax expense	$ 383	$ 315

1. Represents the net gains or losses from the Company's common stock (IBKR shares) held in treasury related to shares withheld from employees to satisfy their tax withholding obligations related to the annual vesting of the Company's Stock Incentive Plan restricted stock units and shares held for distribution to eligible customers participating in one or more promotions.

Operating Results

Income before income taxes, for the current nine-month period, increased $769 million, or 22%, compared to the prior-year nine-month period, to $4.24 billion. Pretax profit margin was 77% for the current nine-month period and 76% for the prior-year nine-month period.

Comparing our operating results for the current nine-month period to the prior-year nine-month period using non-GAAP financial measures, adjusted net revenues were $5.43 billion, up 21%; adjusted income before income taxes was $4.20 billion, up 24%; and adjusted pre-tax profit margin was 77% for the current nine-month period compared to 76% for the prior-year nine-month period. See the "Non-GAAP Financial Measures" section below in this Item 2 for additional details.

Non-GAAP Financial Measures

We use certain non-GAAP financial measures as additional measures to enhance the understanding of our financial results. These non-GAAP financial measures include adjusted net revenues, adjusted income before income taxes, adjusted net income available for common stockholders and adjusted diluted earnings per share ("EPS"). We believe that these non-GAAP financial measures are important measures of our financial performance because they exclude certain items that may not be indicative of our core operating results and business outlook. We believe these non-GAAP financial measures are useful to investors and analysts in evaluating the operating performance of the business.

- We define adjusted net revenues as net revenues adjusted to remove the effect of our currency diversification strategy and our net mark-to-market gains (losses) on investments.

- We define adjusted income before income taxes as income before income taxes adjusted to remove the effect of our currency diversification strategy and our net mark-to-market gains (losses) on investments.

- We define adjusted net income available to common stockholders as net income available for common stockholders adjusted to remove the after-tax effects attributable to IBG, Inc. of our currency diversification strategy and our net mark-to-market gains (losses) on investments.

- We define adjusted diluted EPS as adjusted net income available for common stockholders divided by the diluted weighted average number of shares outstanding for the period.

Mark-to-market on investments represents the net mark-to-market gains (losses) on investments in equity securities that do not qualify for equity method accounting, which are measured at fair value; on our U.S. government and municipal securities portfolios, which are typically held to maturity; and on certain other investments. In the event an investment is sold prior to maturity, accumulated gains (losses) are realized and previously accumulated non-GAAP adjustments are reversed in the period of sale.

We also report compensation and benefits expenses as a percentage of adjusted net revenues, as we believe this measure is useful to investors and analysts in evaluating the growth of our workforce in relation to the growth of our core revenues.

These non-GAAP financial measures should be considered in addition to, rather than as a substitute for, measures of financial performance prepared in accordance with GAAP [1].

1. Refers to generally accepted accounting principles in the United States.

The tables below present a reconciliation of consolidated GAAP to non-GAAP financial measures for the periods indicated.

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2026	2025	2026	2025
Adjusted net revenues (in millions)				
Net revenues - GAAP	$ 1,914	$ 1,655	$ 5,479	$ 4,562
Non-GAAP adjustments				
Currency diversification strategy, net	(40)	(4)	(87)	(19)
Mark-to-market on investments	(3)	(41)	42	(57)
Total non-GAAP adjustments [1]	(42)	(45)	(44)	(76)
Adjusted net revenues [1]	$ 1,872	$ 1,610	$ 5,435	$ 4,486
Adjusted income before income taxes (in millions)				
Income before income taxes - GAAP	$ 1,496	$ 1,312	$ 4,240	$ 3,471
Non-GAAP adjustments				
Currency diversification strategy, net	(40)	(4)	(87)	(19)
Mark-to-market on investments	(3)	(41)	42	(57)
Total non-GAAP adjustments [1]	(42)	(45)	(44)	(76)
Adjusted income before income taxes [1]	$ 1,454	$ 1,267	$ 4,196	$ 3,395
Adjusted pre-tax profit margin	78%	79%	77%	76%
Adjusted net income available for common stockholders (in millions)				
Net income available for common stockholders - GAAP	$ 314	$ 263	$ 893	$ 700
Non-GAAP adjustments				
Currency diversification strategy, net	(11)	(1)	(23)	(5)
Mark-to-market on investments	(1)	(11)	11	(15)
Income tax effect of above adjustments [2]	2	3	2	5
Total non-GAAP adjustments [1]	(9)	(9)	(10)	(15)
Adjusted net income available for common stockholders [1]	$ 305	$ 254	$ 883	$ 685
Adjusted diluted EPS (in dollars, except share amounts)				
Diluted EPS - GAAP	$ 0.69	$ 0.59	$ 1.98	$ 1.58
Non-GAAP adjustments				
Currency diversification strategy, net	(0.02)	(0.00)	(0.05)	(0.01)
Mark-to-market on investments	(0.00)	(0.02)	0.03	(0.03)
Income tax effect of above adjustments [2]	0.01	0.01	0.00	0.02
Total non-GAAP adjustments [1]	(0.02)	(0.02)	(0.02)	(0.03)
Adjusted diluted EPS [1]	$ 0.67	$ 0.57	$ 1.96	$ 1.55
Diluted weighted average common shares outstanding	453,923,924	446,528,983	450,818,725	442,507,940

1. Amounts may not add due to rounding.
2. The income tax effect is estimated using the statutory income tax rates applicable to the Company.

Liquidity and Capital Resources

We maintain a highly liquid balance sheet. The majority of our assets consists of investments of customer funds, collateralized receivables arising from customer-related and proprietary securities transactions, and exchange-listed marketable securities, which are marked-to-market daily. Collateralized receivables consist primarily of customer margin loans, securities borrowed, and securities purchased under agreements to resell. As of September 30, 2026, total assets were $243.2 billion of which $240.6 billion, or 98.9%, were considered liquid.

Decisions on the allocation of capital are based upon, among other things, prudent risk management guidelines, potential liquidity and cash flow needs for current and future business activities, regulatory capital requirements, and projected profitability. Our Treasury department, Market Risk Committee, Enterprise Risk Management department and other management control groups assist in evaluating, monitoring and controlling the impact that our business activities have on our financial condition, liquidity and capital structure. The objective of these policies is to support our business strategies while ensuring ongoing and sufficient liquidity. Our significant capital comprises an aggregate across our many regulated subsidiaries, and in addition to supporting our current business and future expansion plans, we believe this financial strength provides our customers with a source of confidence.

Daily monitoring of liquidity needs and available collateral levels is undertaken to help ensure that an appropriate liquidity cushion, in the form of cash and unpledged collateral, is maintained at all times. We actively manage our excess liquidity and maintain significant borrowing capabilities through the securities lending markets and in the form of credit facilities with banks. As a general practice, we maintain sufficient levels of cash on hand to provide us with a buffer should we need immediately available funds for any reason. In addition, pursuant to our liquidity risk management plan we perform periodic liquidity stress tests, which are designed to identify and reserve liquid assets that would be available under market or idiosyncratic stress events. Based on our current level of operations, we believe our cash flows from operations, available cash and available borrowings will be adequate to meet our future liquidity needs for more than the next twelve months.

As of September 30, 2026, liability balances in connection with payables to customers and short-term borrowings were higher than their average monthly balances during the current quarter, and liability balances in connection securities loaned were lower than their average monthly balance during the current quarter.

Cash and cash equivalents held by our non-U.S. operating subsidiaries as of September 30, 2026, were $2.3 billion ($2.0 billion as of December 31, 2025). These funds are primarily intended to finance each individual operating subsidiary's local operations, and thus would not be available to fund U.S. domestic operations unless repatriated through payment of dividends to IBG LLC. As of September 30, 2026, we had no intention to repatriate any amounts from non-U.S. operating subsidiaries. With the enactment of the U.S. Tax Cuts and Jobs Act on December 22, 2017, we recognized a liability for the one-time transition tax on deemed repatriation of earnings of some of our foreign subsidiaries for the year ended December 31, 2017, which was paid over eight years ending in 2025. As a result, in the event dividends were to be paid to the Company in the future by a non-U.S. operating subsidiaries, the Company would not be required to accrue and pay income taxes on such dividends, except for foreign taxes in the form of dividend withholding tax, and in connection with accumulated other comprehensive income/loss from currency exchange rate changes not previously taxed in the U.S., if any, imposed on the recipient of the distribution or dividend distribution tax imposed on the payor of the distribution.

Historically, our consolidated equity has consisted primarily of accumulated retained earnings, which to date have been sufficient to fund our operations and growth. Our consolidated equity increased 19% to $23.3 billion as of September 30, 2026, from $19.5 billion as of September 30, 2025. This increase is attributable to total comprehensive income, partially offset by distributions and dividends paid during the last four quarters.

Cash Flows

The table below presents our cash flows from operating activities, investing activities and financing activities for the periods indicated.

	Nine Months Ended September 30,	
	2026	2025
	(in millions)	
Net cash provided by operating activities	$ 10,685	$ 14,202
Net cash used in investing activities	(267)	(112)
Net cash used in financing activities	(903)	(786)
Effect of exchange rate changes on cash, cash equivalents, and restricted cash	(180)	375
Increase in cash, cash equivalents, and restricted cash	$ 9,335	$ 13,679

Our cash, cash equivalents, and restricted cash (i.e., cash and cash equivalents that are subject to withdrawal or usage restrictions) increased by $9.34 billion to $64.6 billion for the nine months ended September 30, 2026.

Operating Activities

Our cash flows from operating activities are largely a reflection of the changes in customer credit and margin loan balances. We raised $10.7 billion in net cash from operating activities mainly driven by customer credit balances and securities loaned which increased $26.1 billion and $10.5 billion, respectively; partially offset by receivables from customers and securities segregated for regulatory purposes, which increased $15.1 billion and $11.9 billion, respectively.

Investing Activities

Our cash flows from investing activities are primarily related to other investments, capitalized internal software development, purchases and sales of memberships, trading rights and shares at exchanges where we trade, and strategic investments where such investments may enable us to offer better execution alternatives to our current and prospective customers, allow us to influence exchanges to provide competing products at better prices using sophisticated technology, or enable us to acquire either technology or customers faster than we could develop them on our own. We used net cash of $267 million in our investing activities primarily for purchases of other investments and property, equipment, and intangible assets, partially offset by distributions received and proceeds from sales of other investments.

Financing Activities

Our cash flows from financing activities are comprised of short-term borrowings, capital transactions, and payments made to Holdings under the Tax Receivable Agreement. Short-term borrowings from banks are part of our daily cash management in support of operating activities. Capital transactions consist primarily of quarterly dividends paid to common stockholders and related distributions paid to Holdings. We used net cash of $903 million in our financing activities, primarily for distributions to noncontrolling interests, dividends paid to common stockholders, and payments made to Holdings under the Tax Receivable Agreement.

Nine months ended September 30, 2025: For a discussion of changes in cash flows for the nine months ended September 30, 2025 refer to our Quarterly Report on Form 10-Q filed with the SEC on November 5, 2025.

Regulatory Capital Requirements

As of September 30, 2026, all operating subsidiaries were in compliance with their respective regulatory capital requirements. For additional information regarding our regulatory capital requirements see Note 15 – ‘‘Regulatory Requirements’’ to the unaudited condensed consolidated financial statements in Part I, Item 1 of this Quarterly Report on Form 10-Q.

Capital Expenditures

We expect capital expenditures to remain primarily focused on technology infrastructure, system capacity, cybersecurity, and regulatory requirements. Our capital expenditures are comprised of compensation costs of our software engineering staff for development of software for internal use and expenditures for computer, networking and communications hardware, and leasehold improvements. These expenditure items are reported as property, equipment, and intangible assets. Capital expenditures for property, equipment, and intangible assets were $88 million and $45 million for the nine months ended September 30, 2026 and 2025, respectively. In the future, we plan to meet capital expenditure needs with cash from operations and cash on hand, as we continue our focus on technology infrastructure initiatives to further enhance our competitive position. In response to changing economic conditions, we believe we have the flexibility to modify our capital expenditures by adjusting them (either upward or downward) to match our actual performance. If we pursue any additional strategic acquisitions, we may incur additional capital expenditures.

Seasonality

Our businesses are subject to seasonal fluctuations, reflecting varying numbers of market participants at times during the year, varying numbers of trading days from quarter-to-quarter, and declines in trading activity due to holidays. Typical seasonal trends may be superseded by market or world events, which can have a significant impact on prices and trading volume.

Inflation

Although we cannot accurately anticipate the effects of inflation on our operations, we believe that, for the past several years, inflation may have indirectly had a material impact on our results of operations. Inflation has been one of the factors driving our employee compensation and benefits expenses higher during the current period, although as a percentage of net revenues these expenses remain stable. Inflation may also be a contributing factor to general uncertainty in the markets in the foreseeable future. Statements about future inflation are subject to the risk that actual inflation and its effects may differ, possibly materially, due to, among other things, changes in economic growth, impact of supply chain disruptions, unemployment and consumer demand.

Investments in U.S. Government Securities

We invest in U.S. government securities to satisfy U.S. regulatory requirements. As a broker-dealer, unlike banks, we are required to mark these investments to market even though we intend to hold them to maturity. Sudden increases (decreases) in interest rates will cause mark-to-market losses (gains) on these securities, which are recovered (eliminated) if we hold them to maturity, as currently intended. As of September 30, 2026, substantially all of our U.S. government securities had maturities within three months. The impact of changes in interest rates is further described in Part I, Item 3 of this Quarterly Report on Form 10-Q entitled "Quantitative and Qualitative Disclosures about Market Risk."

Strategic Investments and Acquisitions

We regularly evaluate potential strategic investments and acquisitions. We hold strategic investments in certain electronic trading exchanges, including BOX Options Exchange, LLC and Miami International Holdings Inc. We also hold strategic investments in certain businesses, including Zero Hash Holdings Ltd. (a crypto-service provider) and Next Securities Corporation (a South Korea-based securities company).

We intend to continue making acquisitions on an opportunistic basis, generally only when the acquisition candidate will, in our opinion, enable us to offer better execution alternatives to our current and prospective customers, allow us to influence exchanges to provide competing products at better prices using sophisticated technology, or enable us to acquire either technology or customers faster than we could develop them on our own.

As of September 30, 2026, there were no definitive agreements with respect to any material acquisition.

Certain Information Concerning Off-Balance-Sheet Arrangements

We may be exposed to a risk of loss not reflected in our condensed consolidated financial statements for futures products, which represent our obligations to settle at contracted prices, and which may require us to repurchase or sell in the market at prevailing prices. Accordingly, these transactions result in off-balance sheet risk, as our cost to liquidate such futures contracts may exceed the amounts reported in our condensed consolidated statements of financial condition.

Critical Accounting Policies and Estimates

Our consolidated financial statements have been prepared in accordance with U.S. GAAP, which requires management to make estimates and assumptions that affect the reported amounts and disclosures in the consolidated financial statements and accompanying notes. These estimates and assumptions are based on judgment and the best available information at the time. Therefore, actual results could differ materially from those estimates. We believe that the critical policies listed below represent the most significant estimates used in the preparation of our consolidated financial statements. See Note 2 – "Significant Accounting Policies" to the unaudited condensed consolidated financial statements for a summary of our significant accounting policies in Part I, Item 1 of this Quarterly Report on Form 10-Q.

Contingencies

Our policy is to estimate and accrue for potential losses that may arise out of litigation and regulatory proceedings, to the extent that such losses are probable and can be estimated. Significant judgment is required in making these estimates and our final liabilities may ultimately be materially different. Our total liability accrued with respect to litigation and regulatory proceedings is determined on a case by case basis and represents an estimate of probable losses based on, among other factors, the progress of each case, our experience with and industry experience with similar cases and the opinions and views of internal and external legal counsel. Given the inherent difficulty of predicting the outcome of litigation and regulatory matters, particularly in cases or proceedings in which substantial or indeterminate damages or fines are sought, or where cases or proceedings are in the early stages, we cannot estimate losses or ranges of losses for cases or proceedings where there is only a reasonable possibility that a loss may be incurred.

Income Taxes

Our income tax expense, deferred tax assets and liabilities, and reserves for unrecognized tax benefits are based on enacted tax laws and reflect management's best assessment of estimated future taxes to be paid. We are subject to income taxes in both the U.S. and numerous foreign jurisdictions. Determining income tax expense requires significant judgment and estimates.

Deferred income tax assets and liabilities arise from temporary differences between the tax and financial statement recognition of the underlying assets and liabilities. In evaluating our ability to recover our deferred tax assets within the jurisdictions from which they arise, we consider all available positive and negative evidence, including scheduled reversals of deferred tax liabilities, projected future taxable income, tax-planning strategies, and results of recent operations.

In projecting future taxable income, historical results are adjusted for changes in accounting policies and incorporate assumptions including the amount of future state, federal and foreign pre-tax operating income, the reversal of temporary differences, and the implementation of feasible and prudent tax‑planning strategies. These assumptions require significant judgment about the forecasts of future taxable income and are consistent with the plans and estimates we are using to manage the underlying businesses. In evaluating the objective evidence that historical results provide, three years of cumulative operating income (loss) are considered. Deferred income taxes have not been provided for U.S. tax liabilities or for additional foreign taxes on the unremitted earnings of foreign subsidiaries that have been indefinitely reinvested.

The calculation of our tax liabilities involves dealing with uncertainties in the application of complex tax laws and regulations in a multitude of jurisdictions across our global operations. Changes in tax laws and rates could also affect recorded deferred tax assets and liabilities in the future. For example, a number of jurisdictions, including the European Union countries, have enacted legislation to implement the Pillar Two framework established by the Organization for Economic Cooperation and Development, which generally imposes a minimum effective tax rate of 15% in each such jurisdiction. We record tax liabilities in accordance with Financial Accounting Standards Board ("FASB") ASC Topic 740 and adjust these liabilities when management's judgment changes as a result of the evaluation of new information not previously available. Because of the complexity of some of these uncertainties, the ultimate resolution may result in payments that are different from the current estimates of these tax liabilities. These differences will be reflected as increases or decreases to income tax expense in the period in which new information becomes available.

We recognize that a tax benefit from an uncertain tax position may be recognized only when it is more likely than not that the position will be sustained upon examination, including resolutions of any related appeals or litigation processes, based on the technical merits. A tax position that meets this standard is measured at the largest amount of benefit that will more likely than not be realized on settlement.

Accounting Pronouncements Issued but Not Yet Adopted

For additional information regarding FASB Accounting Standards Updates ("ASU" s) that have been issued but not yet adopted and that may impact the Company, refer to Note 2 – "Significant Accounting Policies" to the unaudited condensed consolidated financial statements in Part I, Item 1 of this Quarterly Report on form 10-Q.

ITEM 3. QUANTITATIVE AND QUALITATIVE DISCLOSURES ABOUT MARKET RISK

We are exposed to various market risks. Our exposures to market risks arise from assumptions built into our pricing models, equity price risk, foreign currency exchange rate fluctuations related to our international operations, changes in interest rates and risks relating to the extension of margin credit to our customers.

Market risk refers to the risk that a change in the level of one or more market prices, rates, indices, implied volatilities (the price volatility of the underlying instrument imputed from option prices), correlations or other market factors, such as market liquidity, will result in losses for a position or portfolio. Generally, we incur trading-related market risk as a result of our remaining market making activities, where the substantial majority of our Value-at-Risk ("VaR") for market risk exposures is generated. In addition, we incur non-trading-related market risk primarily from investment activities and from foreign currency exposure held in the equity of our foreign subsidiaries, i.e., our non-U.S. brokerage subsidiaries and information technology subsidiaries, and held to meet target balances in our currency diversification strategy.

We use various risk management tools in managing our market risk, which are embedded in our real-time market making systems. We employ certain hedging and risk management techniques to protect us from a severe market dislocation. Our risk management policies are developed and implemented by our Steering Committee, which is chaired by our Chief Executive Officer and comprised of senior executives of our various operating subsidiaries. The strategy of our remaining market making activities is to calculate quotes a few seconds ahead of the market and execute small trades at a tiny but favorable differential as a result. This strategy is made possible by our proprietary pricing model, which evaluates and monitors the risks inherent in our portfolio, assimilates external market data and reevaluates the outstanding quotes in our portfolio many times per second. Our model automatically rebalances our positions throughout each trading day to manage risk exposures on our options and futures positions and the underlying securities and will price the increased risk that a position would add to the overall portfolio into the bid and offer prices we post. Under risk management policies implemented and monitored primarily through our computer systems, reports to management, including risk profiles, profit and loss analysis and trading performance, are prepared on a real-time basis as well as daily and periodical bases. Although our remaining market making activities are completely automated, the trading process and our risk are monitored by a team of individuals who, in real time, observe various risk parameters of our consolidated positions. Our assets and liabilities are marked-to-market daily for financial reporting purposes and re-valued continuously throughout the trading day for risk management and asset/liability management purposes.

We use a covariant VaR methodology to measure, monitor and review the market risk of our market making portfolios, with the exception of fixed income products, and our currency exposures. The risk of fixed income products, which comprise primarily U.S. government securities, is measured using a stress test.

Pricing Model Exposure

As described above, our proprietary pricing model, which continuously evaluates and monitors the risks inherent in our portfolio, assimilates external market data and reevaluates the outstanding quotes in our entire portfolio many times per second. Certain aspects of the model rely on historical prices of securities. If the behavior of price movements of individual securities diverges substantially from what their historical behavior would predict, we might incur trading losses. We attempt to limit such risks by diversifying our portfolio across many different options, futures and underlying securities and avoiding concentrations of positions based on the same underlying security. Historically, our losses from these events have been immaterial in comparison to our annual trading profits.

Foreign Currency Exposure

As a result of our international activities and accumulated earnings in our non-U.S. subsidiaries, our income and equity are exposed to fluctuations in foreign exchange rates. For example, our non-U.S. subsidiaries are exposed to foreign exchange risks as described below:

- Some of our non-U.S. subsidiaries support customer transactions in financial instruments, carry bank balances, and borrow and lend securities in various currencies in their regular course of business. At the end of each accounting period, these non-U.S. subsidiaries' assets and liabilities are revalued into their respective functional currencies for presentation in their financial statements. The resulting foreign currency gains or losses are reported in their income statements and, as translated into U.S. dollars for U.S. GAAP purposes, in our condensed consolidated statements of comprehensive income, as a component of "Other income."

- These non-U.S. subsidiaries' financial statements are presented in their respective functional currencies, as noted above. For U.S. GAAP purposes, at the end of each accounting period, each non-U.S. subsidiary's equity is translated at the then prevailing exchange rate into U.S. dollars and the resulting translation gain or loss is reported as OCI in our condensed consolidated statements of financial condition and condensed consolidated statements of comprehensive income.

By periodically converting currency balances into functional currency, we substantially reduce the foreign currency exposures for each of these non-U.S. subsidiaries, which minimizes the impact of exchange rate changes to its income statement. However, historically, we have taken the approach of not hedging our consolidated foreign currency exposures to the U.S. dollar, based on the notion that the cost of constantly hedging over the years would amount to more than the random impact of rate changes on our non‑U.S. dollar balances.

Instead, because we conduct business in many countries and territories, in many currencies, and because we consider ourselves a global enterprise based in a diversified basket of currencies rather than a U.S. dollar-based company, we actively manage our global currency exposure by maintaining our equity in GLOBALs, a basket of currencies. Our risk management systems incorporate cash forex to hedge our currency exposure at little or no cost. Currency spot positions entered into as part of our currency diversification strategy are held by the parent holding company, IBG LLC.

The U.S. dollar value of the GLOBAL decreased 0.66% as of September 30, 2026, compared to September 30, 2025. As of September 30, 2026, approximately 24% of our equity was denominated in currencies other than the U.S. dollar.

The effects of our currency diversification strategy appear in two places in the condensed consolidated financial statements: (1) as a component of "Other income" in the condensed consolidated statements of comprehensive income and (2) as OCI in the condensed consolidated statements of financial condition and the condensed consolidated statements of comprehensive income. The full effect of the GLOBAL is captured in the condensed consolidated statements of comprehensive income.

The table below presents a comparison of the U.S. dollar equivalent of the GLOBAL for the periods indicated.

		As of 9/30/2025				As of 9/30/2026				
			GLOBAL in	% of	Net Equity		GLOBAL in	% of	Net Equity	CHANGE in
Currency	Composition	FX Rate	USD Equiv.	Comp.	(in USD millions)	FX Rate	USD Equiv.	Comp.	(in USD millions)	% of Comp.
USD	**0.72**	1.0000	0.720	75.0%	$ 14,612	1.0000	0.720	75.5%	$ 17,557	0.5%
EUR	**0.09**	1.1734	0.106	11.0%	2,143	1.1330	0.102	10.7%	2,486	-0.3%
JPY	**3.91**	0.0068	0.026	2.8%	537	0.0064	0.025	2.6%	606	-0.1%
GBP	**0.02**	1.3445	0.027	2.8%	546	1.3264	0.027	2.8%	647	0.0%
CHF	**0.02**	1.2556	0.025	2.6%	510	1.1965	0.024	2.5%	584	-0.1%
CNH	**0.13**	0.1403	0.018	1.9%	370	0.1491	0.019	2.0%	472	0.1%
INR	**1.10**	0.0113	0.012	1.3%	251	0.0104	0.011	1.2%	279	-0.1%
CAD	**0.02**	0.7184	0.011	1.1%	219	0.7026	0.011	1.1%	257	0.0%
AUD	**0.02**	0.6613	0.010	1.0%	201	0.6945	0.010	1.1%	254	0.1%
HKD	**0.04**	0.1285	0.004	0.5%	91	0.1274	0.004	0.5%	109	0.0%
			0.960	**100.0%**	$ **19,480**		**0.954**	**100.0%**	$ **23,251**	**0.0%**

Interest Rate Risk

We had no variable-rate debt outstanding as of September 30, 2026.

We pay our customers interest based on benchmark overnight interest rates in various currencies, when interest rates are above a benchmark rate plus a small spread, on cash balances above $10 thousand (or equivalent) in securities accounts holding more than $100 thousand and at lower, tiered rates for accounts holding less than $100 thousand (or equivalent) net asset value. In currencies, if any, with negative rates, we pass through the cost of holding certain cash balances to our customers; therefore, we charge our customers interest on these cash balances. In a normal rate environment, we typically invest a portion of these funds in U.S. government securities with maturities of up to two years, although given the current interest rate environment, at this time all such investments mature within three months. If interest rates were to increase rapidly and substantially, our net interest income would not increase proportionally with the interest rates for the portion of the funds invested at fixed yields. In addition, the mark-to-market changes in the value of these fixed rate securities will be reflected in other income, instead of net interest income. Our margin balances are priced to a benchmark rate plus a spread, with a minimum charge of 0.75% in U.S. dollars and most foreign currencies.

Based on customer balances and investments outstanding as of September 30, 2026, and assuming reinvestment of maturing instruments in instruments of short-term duration, an increase of 0.25% over current U.S. dollar interest rate levels would increase our net interest income by $83 million on an annualized basis, assuming the full effect of reinvestment at higher rates. A 0.25% increase in all the relevant non-U.S. dollar benchmark rates would increase our net interest income by $35 million on an annualized basis. Our interest rate sensitivity estimate contains separate assumptions for U.S. dollar rates from other currencies' rates and it isolates the effects of a rate increase on reinvestments. We do not approximate mark-to-market impact from interest rate changes; if U.S. government securities whose prices were to fall under these scenarios were held to maturity, as intended, then the reduction in other income would be temporary, as the securities would mature at par value. If such securities were sold prior to maturity, the loss would be realized and the proceeds reinvested at prevailing higher interest rates.

We also face the potential for reduced net interest income from customer deposits and margin loans if benchmark rates were to fall. Based on customer balances and investments outstanding as of September 30, 2026, and assuming reinvestment of maturing instruments in instruments of short-term duration, a decrease in U.S. dollar interest rates of 0.25% would decrease our net interest income by $83 million on an annualized basis, assuming the full effect of reinvestment at lower rates. A 0.25% decrease in all the relevant non-U.S. dollar benchmark rates would decrease our net interest income by $35 million on an annualized basis.

We also face interest rate risk due to positions carried for our remaining market making activities to the extent that long or short stock positions may have been established for future or forward dates on options or futures contracts and the value of such positions is impacted by interest rates. The amount of such risk cannot be quantified, however, the current low level of market making positions does not indicate a material potential exposure.

Dividend Risk

We face dividend risk in our remaining market making activities as we derive revenues and incur expenses in the form of dividend income and expense, respectively, from our inventory of equity securities, and must make payments in lieu of dividends on short positions in equity securities within our portfolio. Projected future dividends are an important component of pricing equity options and other derivatives, and incorrect projections may lead to trading losses. The amount of such risk cannot be quantified, however, the current low level of market making positions does not indicate a material potential exposure.

Margin Loans

We extend margin loans to our customers, which are subject to various regulatory requirements. Margin loans are collateralized by cash and securities in the customers' accounts. The risks associated with margin credit increase during periods of fast market movements or in cases where collateral is concentrated and market movements occur. During such times, customers who utilize margin loans and who have collateralized their obligations with securities may find that the securities have a rapidly depreciating value and may not be sufficient to cover their obligations in the event of a liquidation. We are also exposed to credit risk when our customers execute transactions, such as short sales of options and equities that can expose them to risk beyond their invested capital.

We expect this kind of exposure to increase with the growth of our overall business. Because we indemnify and hold harmless our clearing houses and counterparties from certain liabilities or claims, the use of margin loans and short sales may expose us to significant off-balance-sheet risk if collateral requirements are not sufficient to fully cover losses that customers may incur and those customers fail to satisfy their obligations. As of September 30, 2026, we had $105.6 billion in margin loans extended to our customers. The amount of risk to which we are exposed from the margin loans we extend to our customers and from short sale transactions by our customers is unlimited and not quantifiable as the risk is dependent upon analysis of a potentially significant and undeterminable rise or fall in stock prices. Our account level margin requirements meet or exceed those required by Regulation T of the Board of Governors of the Federal Reserve and FINRA portfolio margin rules, as applicable. As a matter of practice, we enforce real-time margin compliance monitoring and liquidate customers' positions if their equity falls below required margin requirements.

We have a comprehensive policy implemented in accordance with regulatory standards to assess and monitor the suitability of investors to engage in various trading activities. To mitigate our risk, we also continuously monitor customer accounts to detect excessive concentration, large orders or positions, patterns of day trading and other activities that indicate increased risk to us.

Our credit exposure is to a great extent mitigated by our real-time margining system, which automatically evaluates each account throughout the trading day and closes out positions automatically for accounts that are found to be under-margined. While this methodology is effective in most situations, it may not be effective in situations where no liquid market exists for the relevant securities or commodities or where, for any reason, automatic liquidation for certain accounts has been disabled. Our Market Risk Committee continually monitors and evaluates our risk management policies, including the implementation of policies and procedures to enhance the detection and prevention of potential events to mitigate margin loan losses.

Value-at-Risk

We estimate VaR using a historical approach, which uses the historical daily price returns of underlying assets as well as estimates of the end of day implied volatility for options. Our one-day VaR is defined as the unrealized loss in portfolio value that, based on historically observed market risk factors, would have been exceeded with a frequency of one percent, based on a calculation with a confidence interval of 99%.

Our VaR model generally takes into account exposures to equity and commodity price risk and foreign exchange rates.

We use VaR as one of a range of risk management tools. Among their benefits, VaR models permit the estimation of a portfolio's aggregate market risk exposure, incorporating a range of varied market risks and portfolio assets. One key element of the VaR model is that it reflects risk reduction due to portfolio diversification or hedging activities. However, VaR has various strengths and limitations, which include, but are not limited to: use of historical changes in market risk factors, which may not be accurate predictors of future market conditions, and may not fully incorporate the risk of extreme market events that are outsized relative to observed historical market behavior or reflect the historical distribution of results beyond the confidence interval; and reporting of losses in a single day, which does not reflect the risk of positions that cannot be liquidated or hedged in one day. A small proportion of market risk generated by trading positions is not included in VaR. The modeling of the risk characteristics of some positions relies on approximations that, under certain circumstances, could produce significantly different results from those produced using more precise measures. VaR is most appropriate as a risk measure for trading positions in liquid financial markets and will understate the risk associated with severe events, such as periods of extreme illiquidity.

The VaR calculation simulates the performance of the portfolio based on several years of daily price changes of the underlying assets and determines the VaR as the calculated loss that occurs at the 99^{th} percentile.

Since the reported VaR statistics are estimates based on historical data, VaR should not be viewed as predictive of our future revenues or financial performance or of our ability to monitor and manage risk. There can be no assurance that our actual losses on a particular day will not exceed the indicated VaR or that such losses will not occur more than one time in 100 trading days. VaR does not predict the magnitude of losses which, should they occur, may be significantly greater than the VaR amount.

Stress Test

We estimate the market risk of our fixed income portfolio using a risk analysis model provided by a leading external vendor. For corporate bonds, this stress test is configured to calculate the change in value of each fixed income security in the portfolio over one day in five scenarios each of which represents a parallel shift of the U.S. Treasury yield curve. The scenarios are shifts of +/−100 and +/−200 basis points. For U.S. government securities, the stress test is configured to calculate the change in value of each fixed income security in the portfolio over one day in three scenarios each of which represents a parallel shift of the U.S. Treasury yield curve. The scenarios are shifts of +/−50 basis points.

ITEM 4. CONTROLS AND PROCEDURES

Evaluation of Disclosure Controls and Procedures

Our management, including our Chief Executive Officer and Chief Financial Officer, evaluated the effectiveness of our disclosure controls and procedures pursuant to Rule 13a-15 under the Exchange Act as of the end of the period covered by this report. Based on that evaluation, our Chief Executive Officer and Chief Financial Officer have concluded that, as of the end of the period covered by this quarterly report, our disclosure controls and procedures (as defined in Rule 13a-15(e) under the Exchange Act) are effective, in all material respects, to ensure that information we are required to disclose in reports that we file or submit under the Exchange Act is recorded, processed, summarized and reported within the time periods specified in Securities and Exchange Commission rules and forms, and that such information is accumulated and communicated to our management, including our Chief Executive Officer and Chief Financial Officer, as appropriate, to allow timely decisions regarding required disclosure.

In addition, no change in our internal control over financial reporting (as defined in Rule 13a-15(f) under the Exchange Act) occurred during the period covered by this report quarter that has materially affected, or is likely to materially affect, our internal control over financial reporting. We have not experienced any material impact to our internal controls over financial reporting related to our employees working remotely.

PART II OTHER INFORMATION

ITEM 1. LEGAL PROCEEDINGS

There have been no material changes to the legal proceedings disclosed under Part 1, Item 3 of our Annual Report on Form 10-K filed with the SEC on February 27, 2026, except as updated in Note 13 - "Commitments, Contingencies, and Guarantees" to the unaudited condensed consolidated financial statements in Part I, Item 1 of this Quarterly Report on Form 10-Q for the quarter ended September 30, 2026.

ITEM 1A. RISK FACTORS

There have been no material changes to the risk factors disclosed in Part 1, Item 1A of our Annual Report on Form 10-K filed with the SEC on February 27, 2026.

ITEM 2. UNREGISTERED SALES OF EQUITY SECURITIES AND USE OF PROCEEDS

Purchases of IBG LLC membership interests, held by Holdings, by the Company are governed by the Amended Exchange Agreement, which was filed on Exhibit 10.1 to the Quarterly Report on Form 10-Q for Quarterly Period Ended September 30, 2015, filed by the Company on November 9, 2015. At the time of the Company's IPO in 2007, three hundred sixty (360) million shares, 1.440 billion shares on a post-split basis, of authorized common stock were reserved for future sales and redemptions.

On an annual basis, each holder of a membership interest may request that some or all of that holder's interest be redeemed by Holdings. We expect Holdings to use the net proceeds it receives from such sales to redeem an identical number of Holdings membership interests from the requesting holders.

With the consent of Holdings and the Company (on its own behalf and acting as the sole managing member of IBG LLC), IBG LLC agreed in July 2026 to redeem certain membership interests from Holdings through the sale of common stock and the distribution of the proceeds of such sale to the beneficial owners of such membership interests.

On July 31, 2026, the Company filed a Prospectus Supplement on Form 424B5 with the SEC to issue 2,499,567 shares of common stock (with a fair value of $220 million) in exchange for an equivalent number of shares of member interest in IBG LLC. The acquired shares were distributed in-kind to the members of Holdings who elected to redeem a portion of their Holdings membership interests.

ITEM 3. DEFAULTS UPON SENIOR SECURITIES

None

ITEM 4. MINE SAFETY DISCLOSURES

Not applicable.

ITEM 5. OTHER INFORMATION

Rule 10b5-1 Trading Plans

During the quarter ended September 30, 2026, none of our directors or officers adopted, modified or terminated a contract, instruction or written plan for the purchase or sale of our securities intended to satisfy the affirmative defense conditions of Rule 10b5-1(c) or a "non-Rule 10b5-1 trading arrangement", as defined in Item 408(c) of Regulation S-K.

ITEM 6. Exhibits

Exhibit Number	Description
3.1	Second Amended and Restated Certificate of Incorporation of Interactive Brokers Group, Inc. (filed as Exhibit 3.1 to the Quarterly Report on Form 10-Q for the Quarterly Period Ended June 30, 2025 filed by the Company on August 6, 2025).**
3.2	Amended bylaws of Interactive Brokers Group, Inc. (filed as Exhibit 3.1 to the Form 8-K filed by the Company on February 24, 2016).**
4.1	Description of the Registrant's Securities (filed as Exhibit 4.1 to the Annual Report on Form 10-K for the Year Ended December 31, 2025 filed by the Company on February 27, 2026).**
10.1	Amended and Restated Operating Agreement of IBG LLC (filed as Exhibit 10.1 to the Quarterly Report on Form 10-Q for the Quarterly Period Ended March 31, 2007 filed by the Company on June 15, 2007).**
10.2	Form of Limited Liability Company Operating Agreement of IBG Holdings LLC (filed as Exhibit 10.5 to Amendment No. 1 to the Registration Statement on Form S-1 filed by the Company on February 12, 2007).**
10.3	Exchange Agreement by and among Interactive Brokers Group, Inc., IBG Holdings LLC, IBG LLC and the Members of IBG LLC (filed as Exhibit 10.3 to the Quarterly Report on Form 10-Q for the Quarterly Period Ended September 30, 2009 filed by the Company on November 11, 2009).**
10.4	Tax Receivable Agreement by and between Interactive Brokers Group, Inc. and IBG Holdings LLC (filed as Exhibit 10.3 to the Quarterly Report on Form 10-Q for the Quarterly Period Ended March 31, 2007 filed by the Company on June 15, 2007).**
10.5	Interactive Brokers Group, Inc. 2007 Stock Incentive Plan.+
10.6	Interactive Brokers Group, Inc. Amendment to the Exchange Agreement (filed as Exhibit 10.1 to the Form 8-K filed by the Company on June 6, 2012).**+
10.7	Second Amendment to Exchange Agreement by and among Interactive Brokers Group, Inc., IBG Holdings LLC, IBG (filed as Exhibit 10.1 to the Quarterly Report on Form 10-Q for the Quarterly Period Ended September 30, 2015 filed by the Company on November 9, 2015).**
10.8	First Amendment to Limited Liability Company Agreement of IBG Holdings LLC (filed as Exhibit 10.2 to the Quarterly Report on Form 10-Q for the Quarterly Period Ended September 30, 2015 filed by the Company on November 9, 2015).**
19.1	Insider Trading Policies and Procedures Description of the Registrant's Securities (filed as Exhibit 19.1 to the Annual Report on Form 10-K for the Year Ended December 31, 2025 filed by the Company on February 27, 2026).**
31.1	Certification of Chief Executive Officer, pursuant to Section 302 of the Sarbanes-Oxley Act of 2002.
31.2	Certification of Chief Financial Officer, pursuant to Section 302 of the Sarbanes-Oxley Act of 2002.
32.1	Certification of Chief Executive Officer, pursuant to Section 906 of the Sarbanes-Oxley Act of 2002.
32.2	Certification of Chief Financial Officer, pursuant to Section 906 of the Sarbanes-Oxley Act of 2002.
101.INS	Inline XBRL Instance Document - the instance document does not appear in the Interactive Data File because its XBRL tags are embedded within the Inline XBRL document*
101.SCH	Inline XBRL Taxonomy Extension Schema With Embedded Linkbase Documents*
104	Cover Page Interactive Data File – the cover page XBRL tags are embedded within the Inline XBRL document.

** Previously filed; incorporated herein by reference.

+ These exhibits relate to management contracts or compensatory plans or arrangements.

* Attached as Exhibit 101 to this Quarterly Report on Form 10-Q for the quarterly period ended September 30, 2026, are the following materials formatted in iXBRL (Inline eXtensible Business Reporting Language) (i) the Condensed Consolidated Statements of Financial Condition, (ii) the Condensed Consolidated Statements of Comprehensive Income, (iii) the Condensed Consolidated Statements of Cash Flows, (iv) the Condensed Consolidated Statement of Changes in Stockholders' Equity and (v) Notes to the Condensed Consolidated Financial Statements tagged in detail levels 1-4.

SIGNATURES

Pursuant to the requirements of Section 13 or 15(d) the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

INTERACTIVE BROKERS GROUP, INC.

/s/ PAUL J. BRODY

Name: Paul J. Brody
Title: *Chief Financial Officer, Treasurer and Secretary*
(Signing both in his capacity as a duly authorized officer and as principal financial officer of the registrant)

Date: November 5, 2026

EXHIBIT 10.5

INTERACTIVE BROKERS GROUP, INC.

2007 STOCK INCENTIVE PLAN
(as of April 23, 2026)

1. PURPOSES OF THE PLAN. The purposes of the Interactive Brokers Group, Inc. 2007 Stock Incentive Plan (the "Plan") are to further the long-term growth of Interactive Brokers Group, Inc. (the "Company"), to the benefit of its stockholders, by providing incentives to the directors, officers, employees, contractors and consultants of the Company and its subsidiaries who will be largely responsible for such growth, and to assist the Company in attracting and retaining executives of experience and ability on a basis competitive with industry practices. The Plan permits the Company to provide incentive compensation in the form of, or based upon the value of, the Company's Class A common stock, $0.01 par value ("Common Stock"), of the types commonly known as restricted stock, stock appreciation rights and performance shares, as well as other types of equity-based incentive compensation (collectively, the "Awards").

2. ADMINISTRATION OF THE PLAN. The Plan shall be administered by the Compensation Committee of the Board of Directors or such other committee of two or more directors as the Board of Directors of the Company may from time to time designate (the "Committee"). Subject to the provisions of the Plan, the Committee shall have exclusive power to select the officers or other key employees to participate in the Plan, to determine the type, size and terms and conditions of Awards (including, but not limited to, restrictions as to transferability or forfeiture, exercisability or settlement of an Award and waivers or accelerations thereof, based in each case on such considerations as the Committee shall determine) and all other matters to be determined in connection with any Award to be made to each Participant selected, and to determine the time or times when Awards will be granted; provided, however, that if the Committee is not the Compensation Committee of the Board of Directors, then an Award granted hereunder by the Committee to any Participant will be revoked if such Award is not thereafter ratified by the Compensation Committee of the Board of Directors. The Committee's interpretation of the Plan or of any Awards granted thereunder shall be final and binding on all parties concerned, including the Company and any Participant. The Committee shall have the authority, subject to the provisions of the Plan, to correct any defect or supply any omission or reconcile any inconsistency in the Plan, and to adopt, revise and rescind such rules, regulations, guidelines, forms of agreements and instruments relating to the Plan as it may deem necessary or advisable for the administration of the Plan.

3. PARTICIPATION. The Committee shall select from the officers and other key employees of the Company and its subsidiaries (the "Participants") the persons who will receive Awards pursuant to the Plan. The term "subsidiary" shall mean any entity a majority of the total combined voting power of whose equity securities is beneficially owned, directly or indirectly, by the Company and any entity otherwise controlled by the Company, including, without limitation, IBG LLC, a Connecticut limited liability company. Participants may receive multiple Awards under the Plan.

4. SHARES OF STOCK SUBJECT TO THE PLAN. Subject to adjustment as provided in Section 6(a) hereof, 160,000,000 shares of Common Stock may be issued pursuant to Awards under the Plan. Shares to be issued under the Plan may be either authorized but unissued shares of Common Stock or shares of Common Stock held by the Company as treasury shares, including shares acquired by purchase.

No Award may be granted if the number of shares of Common Stock to which such Award relates, when added to the number of shares of Common Stock previously issued under the Plan and the number of shares of Common Stock which may then be acquired pursuant to other outstanding, unexercised Awards, exceeds the number of shares of Common Stock available for issuance pursuant to the Plan. If any shares of Common Stock subject to an Award are forfeited or such Award is settled in cash or otherwise terminates or is settled for any reason whatsoever without an actual issuance of shares of Common Stock to the Participant, any shares of Common Stock counted against the number of shares of Common Stock available for issuance pursuant to the Plan with respect to such Award shall, to the extent of any such forfeiture, settlement, or termination, again be available for Awards under the Plan; provided, however, that the Committee may adopt procedures for the counting of shares of Common Stock relating to any Award to ensure appropriate counting, avoid double counting, and provide for adjustments in any case in which the number of shares of Common Stock actually distributed differs from the number of shares of Common Stock previously counted in connection with such Award. Notwithstanding anything to the contrary herein, any shares of Common Stock retained by the Company in satisfaction of the Participant's obligation for withholding taxes shall not again be available for issuance as Awards under the Plan.

5. AWARDS.

(a) General. Awards under the Plan may include, but need not be limited to, shares of Common Stock that may be subject to certain restrictions and to a risk of forfeiture ("Restricted Stock"), rights to receive the appreciation of Common Stock from the date of grant to the date of exercise ("SARs") and a book-entry unit with an initial value equal to Common Stock on the date of grant ("Performance Shares"). The Committee may also make any other type of Award payable in, or valued in whole or in part by reference to, shares of Common Stock ("Stock-Based Awards") deemed by the Committee to be consistent with the purposes of the Plan. Awards may be granted on the terms and conditions set forth in this Section 5.

(b) Vesting, Other Performance Requirements and Forfeiture. In making Awards under the Plan, the Committee may, on the date of grant or thereafter, (i) specify that the right to exercise, receive, retain and/or transfer such Award shall be conditional upon the fulfillment of specified conditions, including, without limitation, completion of specified periods of service in the employ of the Company or its subsidiaries, and/or the achievement of specified business and/or personal performance goals, and (ii) provide for the forfeiture of all or any portion of any such Awards in specified circumstances. The Committee may also specify by whom and/or in what manner the accomplishment of any such performance goals shall be determined. Notwithstanding the foregoing, the Committee shall retain full power to accelerate or waive any such condition as it may have previously imposed. All Awards shall be evidenced by an Award agreement.

(c) Term of Awards. The term of each Award shall, except as otherwise provided herein, be for such period as may be determined by the Committee; provided, however, that in no event shall the term of any Award exceed a period of ten years from the date of grant.

(d) Restricted Stock. The Committee may grant Restricted Stock to Participants on the following terms and conditions:

(i) Restricted Stock shall be subject to such restrictions on transferability and other restrictions, if any, as the Committee may impose at the date of grant or thereafter, which restrictions, if any, may lapse separately or in combination at such times, under such circumstances (including, without limitation, upon achievement of performance criteria if deemed appropriate by the Committee), in such installments, or otherwise, as the Committee may determine. Except to the extent restricted under the Award agreement relating to the Restricted Stock, a Participant granted Restricted Stock shall have all of the rights of a shareholder including, without limitation, the right to vote Restricted Stock and the right to receive dividends (whether in cash or in shares of Common Stock) thereon.

(ii) Except as otherwise determined by the Committee, at the date of grant or thereafter, upon termination of employment prior to specific vesting dates, shares of Restricted Stock and any accrued but unpaid dividends that are at that time subject to restrictions shall be forfeited.

(iii) Restricted Stock granted under the Plan may be evidenced in such manner as the Committee shall determine. If certificates representing Restricted Stock are registered in the name of the Participant, such certificates shall bear an appropriate legend referring to the terms, conditions, and restrictions applicable to such Restricted Stock, and, if the Committee so determines, the Company shall retain physical possession of the certificate representing such Restricted Stock (whether or not vested).

(e) Stock Appreciation Rights. The Committee is authorized to grant SARs to Participants on the following terms and conditions:

(i) A SAR shall confer on the Participant to whom it is granted a right to receive, upon exercise thereof, the excess of (A) the Fair Market Value of one share of Common Stock on the date of exercise over (B) the Fair Market Value of one share of Common Stock on the date of grant of the SAR (the "Grant Value"). For purposes of the Plan, the term "Fair Market Value" is the mean of the high and low sales prices of the Common Stock on the relevant date as reported on the stock exchange or market on which the Common Stock is primarily traded, or, if no sale is made on such date, then Fair Market Value is the weighted average of the mean of the high and low sales prices of the Common Stock on the next preceding day and the next succeeding day on which such sales were made as reported on the stock exchange or market on which the Common Stock is primarily traded.

(ii) The Committee shall determine the time or times at which a SAR may be exercised in whole or in part, the method of exercise, method of settlement, form of consideration payable in settlement, the method by which shares of Common Stock will be delivered or deemed to be delivered to Participants, and any other terms and conditions of any SAR.

(f) Performance Shares. The Committee is authorized to grant Awards of Performance Shares to Participants with a value equal to the Fair Market Value of one share of Common Stock on the date of grant. An Award of Performance Shares shall vest and become payable to a Participant after a specified period of continued employment with the Company or a subsidiary or upon the achievement of specified performance goals, as determined by the Committee. Settlement of Performance Shares shall be made in cash or shares of Common Stock or any combination thereof, as determined by the Committee.

(g) Other Stock-Based Awards. The Committee is authorized, subject to limitations under applicable law, to grant to Participants Stock-Based Awards, in addition to those provided in Sections 5(d), (e) and (f) hereof, as deemed by the Committee to be consistent with the purposes of the Plan, including Stock-Based Awards granted in substitution for any other right of a Participant to receive payment of compensation from the Company or a subsidiary. The Committee shall determine the terms and conditions of such Awards.

(h) Cash Payments. The Committee is authorized, subject to limitations under applicable law, to grant to Participants cash payments, including cash payments of dividend equivalents with respect to a specified number of shares of Common Stock, whether awarded separately or as a supplement to any other Award. The Committee shall determine the terms and conditions of such cash payment Awards.

(i) Certain Qualifying Awards. The Committee, in its sole discretion, may grant an Award to any Participant with the intent that such award qualifies as "performance-based compensation" under Section 162(m) of the Internal Revenue Code of 1986, as amended ("Code") (a "Qualifying Award"). The right to receive or retain any award granted as a Qualifying Award (other than a SAR) shall be conditional upon the achievement of specified performance goals during a calendar year or such other period (a "Performance Period") as may be established by the Committee. Performance goals shall be established in writing by the Committee prior to the beginning of each Performance Period, or at such other time no later than such time as is permitted by the applicable provisions of the Code. Such performance goals, which may vary from Participant to Participant and Award to Award, shall be based upon the attainment of specific amounts of, or increases in, one or more of the following: the Fair Market Value of Common Stock, revenues, operating income, cash flow, earnings before income taxes, net income, earnings per share, stockholders' equity, return on equity, underwriting profits, compound growth in net loss and loss adjustment expense reserves, loss ratio or combined ratio of the Company's insurance businesses, operating efficiency or strategic business objectives consisting of one or more objectives based on meeting specified cost targets, business expansion goals and goals relating to acquisitions or divestitures, all whether applicable to the Company or any relevant subsidiary or business unit or entity in which the Company has a significant investment, or any combination thereof as the Committee may deem appropriate. Each performance goal may be expressed on an absolute and/or relative basis, may be based on, or otherwise employ, comparisons based on internal targets, the past performance of the Company and/or the past or current performance of other companies, may provide for the inclusion, exclusion or averaging of specified items in whole or in part, such as catastrophe losses, realized gains or losses on strategic investments, discontinued operations, extraordinary items, accounting changes, and unusual or nonrecurring items, and, in the case of earnings-based measures, may use or employ comparisons relating to capital, shareholders' equity and/or shares outstanding, assets or net assets. Prior to the payment of any Award granted as a Qualifying Award, the Committee shall certify in writing that the performance goals were satisfied. The maximum number of shares of Common Stock with respect to which Qualifying Awards may be granted to any Participant in any calendar year shall be 1,000,000 shares of Common Stock, subject to adjustment as provided in Section 6(a) hereof.

(j) Form of Payment. Subject to the terms of the Plan and any applicable Award agreement, payments or transfers to be made under the Plan upon the grant or exercise of an Award may be made in such forms as the Committee shall determine, including, without limitation, cash, shares of Common Stock, other Awards, or other property, and may be made in a single payment or transfer, or on a deferred basis. The Committee may, whether at the time of grant or at any time thereafter prior to payment or settlement, permit (subject to the requirements of applicable law and any conditions as the Committee may from time to time establish) a Participant to elect to defer receipt of all or any portion of any payment of cash or shares of Common Stock that would otherwise be due to such Participant in payment or settlement of an Award under the Plan. (Such payments may include, without limitation, provisions for the payment or crediting of reasonable interest in respect of deferred payments credited in cash, and the payment or crediting of dividends in respect of deferred amounts credited in Common Stock equivalents.)

(k) Exchange and Buy Out Provisions; Limitation on Repricing. The Committee may at any time offer to exchange or buy out any previously granted Award for a payment in cash, shares of Common Stock, other Awards, or other property based on such terms and conditions as the Committee shall determine and communicate to a Participant at the time that such offer is made. Notwithstanding the foregoing, unless such action is approved by the Company's stockholders, the Grant Value of a SAR may not be reduced (except pursuant to Section 6), nor may a SAR be cancelled and a new SAR granted in consideration therefore (whether for the same or a different number of shares) issued at a Grant Value less than the Grant Value of the SAR cancelled.

6. DILUTION AND OTHER ADJUSTMENTS.

(a) Changes in Capital Structure. In the event of any corporate transaction involving the Company (including, without limitation, any subdivision or combination or exchange of the outstanding shares of Common Stock, stock dividend, stock split, spin-off, split-off, recapitalization, capital reorganization, liquidation, reclassification of shares of Common Stock, merger, consolidation, extraordinary cash distribution, or sale, lease or transfer of substantially all of the assets of the Company), the Board of Directors of the Company shall make such equitable adjustments as it may deem appropriate in the Plan and the Awards thereunder, including, without limitation, an adjustment in (i) the total number of shares of Common Stock which may thereafter be issued pursuant to Awards under the Plan, (ii) the number of shares of Common Stock with respect to which Qualifying Awards may be granted to any Participant in any calendar year under Section 5(i) hereof, and (iii) the Grant Price or other price or value at the time of grant relating to any Award. Moreover, in the event of any such transaction, the Board of Directors of the Company may provide in substitution for any or all outstanding Awards under the Plan such alternative consideration as it may in good faith determine to be equitable under the circumstances and may require in connection therewith the surrender of all Awards so replaced. Agreements evidencing Awards may include such provisions as the Committee may deem appropriate with respect to the adjustments to be made to the terms of such Awards upon the occurrence of any of the foregoing events.

(b) Tender Offers and Exchange Offers. In the event of any tender offer or exchange offer, by any person other than the Company, for shares of Common Stock, the Committee may (i) make such adjustments in outstanding Awards and authorize such further action as it may deem appropriate to enable the recipients of outstanding Awards to avail themselves of the benefits of such offer, including, without limitation, acceleration of the payment of outstanding Awards payable, in whole or in part, in shares of Common Stock and/or (ii) cancel any outstanding Award and cause the holder thereof to be paid, in cash or shares of Common Stock, or any combination thereof, the value of such Award based upon the price per share of Common Stock received or to be received by other shareholders of the Company in the tender offer or exchange offer.

(c) Limits on Discretion to Make Adjustments. Notwithstanding any provision of this Section 6 to the contrary, no adjustment shall be made in any outstanding Qualifying Awards to the extent that such adjustment would adversely affect the status of that Qualifying Award as "performance-based compensation" under Section 162(m) of the Code.

7. MISCELLANEOUS PROVISIONS.

(a) Right to Awards. No employee or other person shall have any claim or right to be granted any Award under the Plan.

(b) Rights as Stockholders. A Participant shall have no rights as a holder of Common Stock by reason of Awards under the Plan, unless and until shares of Common Stock are actually issued to the Participant.

(c) No Assurance of Employment. Neither the Plan nor any action taken thereunder shall be construed as giving any employee any right to be retained in the employ of the Company or any subsidiary.

(d) Costs and Expenses. All costs and expenses incurred in administering the Plan shall be borne by IBG LLC.

(e) Unfunded Plan. The Plan shall be unfunded. The Company shall not be required to establish any special or separate fund nor to make any other segregation of assets to assure the payment of any Award under the Plan.

(f) Withholding Taxes. The Company is authorized to withhold from any Award granted and any payment relating to an Award under the Plan, including from a distribution of Common Stock or any payroll or other payment to a Participant amounts of withholding and other taxes due in connection with any transaction involving an Award, and to take such other action as the Committee may deem advisable to enable the Company and Participants to satisfy obligations for the payment of withholding taxes and other tax obligations relating to any

Award. This authority shall include authority to withhold or receive shares of Common Stock or other property, to make payment of an Award net of a Participant's withholding taxes and other tax obligations and to make cash payments in respect thereof in satisfaction of a Participant's tax obligations. Withholding of taxes in the form of shares of Common Stock issued pursuant to an Award (including any net payments) shall not occur at a rate that exceeds the minimum required statutory federal and state withholding rates.

(g) Limits on Transferability. No Awards under the Plan nor any rights or interests therein shall be pledged, encumbered, or hypothecated to, or in favor of, or subject to any lien, obligation, or liability of a Participant to, any party, other than the Company or any subsidiary, nor shall such Awards or any rights or interests therein be assignable or transferable by the recipient thereof except, in the event of the recipient's death, to his designated beneficiary as hereinafter provided, or by will or the laws of descent and distribution. During the lifetime of the recipient, Awards under the Plan requiring exercise shall be exercisable only by such recipient or by the guardian or legal representative of such recipient. Notwithstanding the foregoing, the Committee may, in its discretion, provide that Awards granted pursuant to the Plan be transferable, without consideration, to a Participant's immediate family members (i.e., children, grandchildren or spouse), to trusts for the benefit of such immediate family members and to partnerships in which such family members are the only partners. The Committee may impose such terms and conditions on such transferability as it may deem appropriate.

(h) Beneficiary. Any payments on account of Awards under the Plan to a deceased Participant shall be paid to such beneficiary as has been designated by the Participant in writing to the Secretary of the Company or, in the absence of such designation, according to the Participant's will or the laws of descent and distribution.

(i) Nature of Benefits. Awards under the Plan, and payments made pursuant thereto, are not a part of salary or base compensation.

(j) No Fractional Shares. No fractional shares of Common Stock shall be issued or delivered pursuant to the Plan or any Award. In the case of Awards to Participants, the Committee shall determine whether cash or other property shall be issued or paid in lieu of such fractional shares, or whether such fractional shares or any rights thereto shall be forfeited or otherwise eliminated.

(k) Compliance with Legal Requirements.

(i) The obligation of the Company to issue shares of Common Stock hereunder shall be subject to the satisfaction of all applicable legal and securities exchange requirements, including, without limitation, the provisions of the Securities Act of 1933, as amended, and the Securities Exchange Act of 1934, as amended. The Company shall endeavor to satisfy all such requirements in such a manner to permit the issuance and delivery of shares of Common Stock under the Plan.

(ii) The Committee may require, as a condition to the right to receive shares of Common Stock pursuant to any Award, that the Company receive from the Participant, at the time any such Award is exercised, vests or any applicable restrictions lapse, representations, warranties and agreements to the effect that the shares are being purchased or acquired by the Participant for investment only and without any present intention to sell or otherwise distribute such shares and that the Participant will not dispose of such shares in transactions which, in the opinion of counsel to the Company, would violate the registration provisions of the Securities Act of 1933, as then amended, and the rules and regulations thereunder. The certificates issued to evidence such shares shall bear appropriate legends summarizing such restrictions on the disposition thereof.

(l) Discretion. In exercising, or declining to exercise, any grant of authority or discretion hereunder, the Committee may consider or ignore such factors or circumstances and may accord such weight to such factors and circumstances as the Committee alone and in its sole judgment deems appropriate and without regard to the effect such exercise, or declining to exercise such grant of authority or discretion, would have upon the affected Participant, any other Participant, any employee, the Company, any Subsidiary, any stockholder or any other person.

(m) Repricing of Awards. Notwithstanding anything to the contrary herein, the repricing of outstanding Awards shall be prohibited unless approved by the Company's shareholders.

8. AMENDMENT OR TERMINATION OF THE PLAN. The Board of Directors of the Company, without the consent of any Participant, may at any time terminate or from time to time amend the Plan in whole or in part; provided, however, that, subject to Section 6 hereof, no such action shall materially and adversely affect any rights or obligations with respect to any Awards theretofore made under the Plan; and provided, further, that no amendment, without approval of the holders of Common Stock by an affirmative vote of a majority of the shares of Common Stock voted thereon in person or by proxy, shall (i) increase the aggregate number of shares subject to the Plan (other than increases pursuant to Section 6 hereof), (ii) extend the maximum term of Awards under the Plan or the Plan itself, (iii) decrease the price at which SARs may be granted under the Plan (other than decreases pursuant to Section 6 hereof) to less than Fair Market Value at the time of grant, or (iv) make any other change that would require stockholder approval pursuant to the terms of the Plan or under any regulatory requirement applicable to the Plan (including as necessary to comply with any applicable stock exchange listing requirement). Subject to Section 6 hereof, with the consent of the Participants affected, the Committee may amend outstanding agreements evidencing Awards under the Plan in any manner not inconsistent with the terms of the Plan.

9. EFFECTIVE DATE AND TERM OF PLAN. The Plan shall become effective when adopted by the Board of Directors, provided that the Plan is approved by the stockholders of the Company at the annual meeting of stockholders next following the adoption of the Plan by the Board of Directors, and no Award shall become exercisable, realizable or vested prior to such annual meeting. If the Plan is not so approved by the stockholders at the next annual meeting, all Awards theretofore granted shall be null and void. The Plan shall terminate on April 24, 2037, unless sooner terminated by action of the Board of Directors of the Company. No Award may be granted hereunder after termination of the Plan, but such termination shall not affect the validity of any Award then outstanding.

10. LAW GOVERNING. The validity and construction of the Plan and any agreements entered into thereunder shall be governed by the laws of the State of Delaware without giving effect to principles of conflict of laws.

EXHIBIT 31.1

CERTIFICATION

I, Milan Galik, certify that:

1. I have reviewed this Quarterly Report on Form 10-Q for the quarter ended September 30, 2026 of Interactive Brokers Group, Inc.;

2. Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;

3. Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this report;

4. The registrant's other certifying officer(s) and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-15(e) and 15d-15(e)) and internal control over financial reporting (as defined in Exchange Act Rules 13a-15(f) and 15d-15(f)) and have:

   (a) Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;

   (b) Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;

   (c) Evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of the end of the period covered by this report based on such evaluation; and

   (d) Disclosed in this report any change in the registrant's internal control over financial reporting that occurred during the registrant's most recent fiscal quarter (the registrant's fourth fiscal quarter in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting; and

5. The registrant's other certifying officer(s) and I have disclosed, based on our most recent evaluation of internal control over financial reporting, to the registrant's auditors and the Audit Committee of the registrant's board of directors (or persons performing the equivalent functions):

   (a) All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize and report financial information; and

   (b) Any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal control over financial reporting.

By: /s/ Milan Galik
Name: Milan Galik
Title: *Chief Executive Officer and President*

Date: November 5, 2026

EXHIBIT 31.2

CERTIFICATION

I, Paul J. Brody, certify that:

1. I have reviewed this Quarterly Report on Form 10-Q for the quarter ended September 30, 2026 of Interactive Brokers Group, Inc.;

2. Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;

3. Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this report;

4. The registrant's other certifying officer(s) and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-15(e) and 15d-15(e)) and internal control over financial reporting (as defined in Exchange Act Rules 13a-15(f) and 15d-15(f)) and have:

   (a) Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;

   (b) Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;

   (c) Evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of the end of the period covered by this report based on such evaluation; and

   (d) Disclosed in this report any change in the registrant's internal control over financial reporting that occurred during the registrant's most recent fiscal quarter (the registrant's fourth fiscal quarter in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting; and

5. The registrant's other certifying officer(s) and I have disclosed, based on our most recent evaluation of internal control over financial reporting, to the registrant's auditors and the Audit Committee of the registrant's board of directors (or persons performing the equivalent functions):

   (a) All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize and report financial information; and

   (b) Any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal control over financial reporting.

By: /s/ Paul J. Brody
Name: Paul J. Brody
Title: *Chief Financial Officer, Treasurer and Secretary*

Date: November 5, 2026

EXHIBIT 32.1

CERTIFICATION

Pursuant to 18 U.S.C. § 1350, the undersigned officer of Interactive Brokers Group, Inc. (the "Company") hereby certifies that the Company's Quarterly Report on Form 10-Q for the quarter ended September 30, 2026 (the "Report") fully complies with the requirements of Section 13(a) or 15(d), as applicable, of the Securities Exchange Act of 1934 and that the information contained in the Report fairly presents, in all material respects, the financial condition and results of operations of the Company.

By: /s/ Milan Galik
Name: Milan Galik
Title: Chief Executive Officer and President

Date: November 5, 2026

The foregoing certification is being furnished solely pursuant to 18 U.S.C. § 1350 and is not being filed as part of the Report or as a separate disclosure document.

EXHIBIT 32.2

CERTIFICATION

Pursuant to 18 U.S.C. § 1350, the undersigned officer of Interactive Brokers Group, Inc. (the "Company") hereby certifies that the Company's Quarterly Report on Form 10-Q for the quarter ended September 30, 2026 (the "Report") fully complies with the requirements of Section 13(a) or 15(d), as applicable, of the Securities Exchange Act of 1934 and that the information contained in the Report fairly presents, in all material respects, the financial condition and results of operations of the Company.

By: /s/ Paul J. Brody
Name: Paul J. Brody
Title: Chief Financial Officer, Treasurer and Secretary

Date: November 5, 2026

The foregoing certification is being furnished solely pursuant to 18 U.S.C. § 1350 and is not being filed as part of the Report or as a separate disclosure document.