

# STONECREST PARTNERS

## Client Relationship Summary Stonecrest Capital Markets, Inc. & Stonecrest Advisors, Inc.

**Stonecrest Capital Markets, Inc. (“SCMI”)** is registered with the Securities and Exchange Commission and FINRA as a broker-dealer, is a member of SIPC. We are also affiliated with a state registered investment advisor, **Stonecrest Advisors, Inc. (“SCAI”)**. Brokerage and investment advisory services and fees differ and it is important for you to understand the differences.

This document is a summary of the services and fees we offer to “retail investors”, which are natural persons who seek or receive services primarily for personal, family, or household purposes. Additionally, free and simple tools are available to research firms and financial professionals at [Investor.gov/CRS](https://investor.gov/CRS), which also provides educational materials about broker-dealers, investment advisers, and investing, and [brokercheck.finra.org](https://brokercheck.finra.org), which provides pertinent facts including disciplinary history about member firms and individual registered representatives.

### What investment services and advice can you provide me?

SCMI offers the following brokerage services, accounts, investments to retail investors (Our investment advisory services are offered to retail investors through our affiliate, SCAI): Buying and Selling Securities, Securities Recommendations, Investment Strategy Recommendations, Portfolio Management Services through a Wrap Fee Program, Discretionary Accounts, Financial Planning, Brokerage Accounts, Margin Accounts, Retirement Plans, Fixed Income Securities, Equities, Warrants, U.S. Government Securities, Certificates of Deposits, Mutual Funds, Money Market Funds, Municipals, Options, Real-Estate Investments, Insurance Products, Derivatives, Structured Notes, ETFs, UITs, and Private Placements.

If you open an investment account with our investment advisory affiliate, SCAI, as part of our standard service we will monitor your investments on an ongoing basis and will conduct account reviews at least annually. Additional reviews may be conducted based on various circumstances, including, but not limited to: contributions and withdrawals, year-end tax planning, market moving events, security specific events, and/or, changes in your risk/return objectives.

We will not provide you with additional or regular written reports. You will receive trade confirmations and monthly or quarterly statements from your account custodian.

For parameters of each brokerage service listed above, please refer to disclosures on our website [www.stonecrestpartners.com](https://www.stonecrestpartners.com) and for investment advisory services listed, refer to Items 4, 7, 13, and 16 in our affiliate’s Form ADV Part 2A disclosure by clicking the following link <https://adviserinfo.sec.gov/firm/brochure/142095>.

#### ***Key Questions to Ask Your Financial Professional***

- ✓ **Given my financial situation, should I choose an investment advisory service? Should I choose a brokerage service? Should I choose both types of services? Why or why not?**
- ✓ **How will you choose investments to recommend to me?**
- ✓ **What is your relevant experience, including your licenses, education and other qualifications? What do these qualifications mean?**

## What fees will I pay?

The principal fees and costs associated with engaging our firm for brokerage and our affiliate for investment advisory services include: commissions on a per transaction basis for brokerage accounts; portfolio management wrap fees and financial planning fixed fees for investment advisory services.

For detailed information regarding our brokerage fees and cost, refer to the disclosures on our website [www.stonecrestpartners.com](http://www.stonecrestpartners.com) and for investment advisory fees and costs, refer to our affiliate's Form ADV Part 2 , Items 4, 5, and 6 by following this link <https://adviserinfo.sec.gov/firm/brochure/142095>.

For brokerage accounts, the more trades you place, the more commission we charge thus, we might have an incentive to encourage more trading. For investment advisory services, the more assets you have in your advisory account, the more you will pay in fees, and we may therefore have an incentive to encourage you to increase the assets in your account.

Investment advisory account fees associated with our wrap fee program will include transaction costs and fees to a broker-dealer or custodian. The fees that you pay to our firm for investment advisory services are separate and distinct from the fees and expenses charged by mutual funds or exchange traded funds (described in each fund's prospectus) to their shareholders. These fees will generally include a management fee and other fund expenses.

In addition to our principal fees and costs, there are other fees/costs related to our brokerage services that include: *Custodian/Clearing Firm Fees, Regulatory charges for listed equity transactions, Account Maintenance Fees, Mutual Fund and ETF Fees, Variable Annuity Fees (including surrender charges), Securities Transaction Charges and product-level fees associated with your investments*

***You will pay fees and costs whether you make or lose money on your investments. Fees and costs will reduce any amount of money you make on your investments over time. Please make sure you understand what fees and costs you are paying.***

### ***Key Question to Ask Your Financial Professional***

- ✓ **Help me understand how these fees and costs might affect my investments. If I give you \$10,000 to invest, how much will go to fees and costs, and how much will be invested for me?**

## What are your legal obligations to me when providing recommendations as my broker-dealer or when acting as my investment adviser? How else does your firm make money and what conflicts of interest do you have?

**When we provide you with a recommendation as your broker-dealer or act as your investment adviser**, we have to act in your best interest and not put our interest ahead of yours. At the same time, the way we make money creates some conflicts with your interests. You should understand and ask us about these conflicts because they can affect the recommendations and investment advices we provide you. Here are some examples to help you understand what this means.

- ***Third-Party Payments:*** Our associated persons will earn compensation in their separate capacities as registered representatives, or as insurance agents in connection with investment recommendations made to you.
- ***12b-1:*** We earn annual 12b-1 fees, also known as trails, paid by mutual funds out of fund assets under a distribution and servicing arrangement to cover distribution expenses and

sometimes shareholder service expenses that we may provide on the fund's behalf. These fees may be passed on to us.

***Key Question to Ask Your Financial Professional***

- ✓ **How might your conflicts of interest affect me, and how will you address them?**

To help you understand what conflicts exist, please see the disclosures on our website [www.stonecrestpartners.com](http://www.stonecrestpartners.com) and refer to our affiliate's Form ADV Part 2A, Items 5, 10, 12 and 14 <https://adviserinfo.sec.gov/firm/brochure/142095>.

**How do our financial professionals make money?**

The financial professional(s) servicing your account(s) are compensated based on *salary, commissions and bonuses*. *Our financial professionals may be offered a loan by our firm that may not require repayment per the provisions of the loan agreement (forgivable loans)*. *The way our financial professionals make money is a direct conflict of interest since he or she is paid a cash incentive*.

**Do you or your financial professionals have legal or disciplinary history?**

Yes. Disclosures for our firm or our financial professionals can be found by going to [Investor.gov/CRS](http://Investor.gov/CRS).

***Key Questions to Ask Your Financial Professional***

- ✓ **As a financial professional, do you have any disciplinary history? For what type of conduct?**

You can find additional information about our brokerage and investment advisory services, request a copy of the relationship summary at (866) 342-1069 or by clicking the link provided [www.stonecrestpartners.com](http://www.stonecrestpartners.com).

***Key Questions to Ask Your Financial Professional***

- ✓ **Who is my primary contact person?**
- ✓ **Is he or she a representative of an investment adviser or a broker-dealer?**
- ✓ **Who can I talk to if I have concerns about how this person is treating me?**

*Stonecrest Partners is the marketing name for Stonecrest Capital Markets, Inc., Stonecrest Advisors, Inc. and affiliates. Securities offered through Stonecrest Capital Markets, Inc., member FINRA, SIPC. Investment Advisory Services offered through Stonecrest Advisors, Inc., a registered Investment Advisor in Austin, Texas.*