

Client Relationship Summary

TAGLICH BROTHERS

MEMBER: FINRA, SIPC

Taglich Brothers, Inc.

January 10, 2021

INTRODUCTION

Taglich Brothers, Inc. is registered with the Securities and Exchange Commission (SEC) as both a broker-dealer and an Investment advisor, and is also a member of the Financial Industry Regulatory Authority (FINRA) and the Securities Investor Protection Corporation (SIPC). Brokerage Fee and investment advisory service fees differ, and it is important for you to understand these differences. Free and simple tools are available to research firms and financial professionals at Investor.gov/CRS, which also provides educational materials about broker-dealers, investment advisers, and investing.

WHAT INVESTMENT SERVICES AND ADVICE CAN YOU PROVIDE ME?

We offer to retail investors both brokerage services and investment advisory services. The firm's principal services are the buying and selling of public and private securities and the recommendation of such to retail investors. Our recommendations are primarily in the smallcap market of both public and private companies. Retail investors' accounts are monitored at least twice a year as part of our standard service. We do not have discretionary authority, the client makes the ultimate decision regarding the purchase or sale of investments. We offer advice with respect to investment products in our market segment both in private and public companies. The firm does not have any minimum requirements to open or maintain an account with us. Ask your financial professional: Given my financial situation, should I choose a brokerage service or investment advisory service? Why or why not? How will you choose investments to recommend to me? What is your relevant experience, licenses, education, other qualifications? What do these qualifications mean? For additional information please see Regulation Best Interest Disclosure, Form ADV Part 2A Brochure or applicable private placement memorandums or prospectus.

WHAT FEES WILL I PAY?

Brokerage clients are charged a commission per transaction at an amount not to exceed 5%. Investment advisory clients are charged an asset-based fee of 2% based on assets held at our clearing firm. Fees are charged quarterly. Please note the more assets there are in an investment advisory clients accounts the more such client will be charged in fees, therefore, we may have an incentive to encourage the retail investor to increase the assets in his or her account. For each trade a service fee is charged by our clearing firm, presently that charge is approximately \$10 per trade. In addition, we charge fees to all retail customer who participate in investment banking or private placement transactions. The amount of such fee are contained in the Private Placement Memorandum or Prospectus for each specific transaction. Mutual funds in a retail clients accounts are charged a 12b-1 fee as per the specific mutual fund, if any. For additional information please see Regulation Best Interest Disclosure, Form ADV Part 2A Brochure or applicable private placement memorandums or prospectus. 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. 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? 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 advice we provide you. Here are some examples to help you understand what we mean. For brokerage accounts the conflict relates to transaction-based fees and a retail investor would be charged more when there are more trades in his or her account, and this may motivate the Firm to encourage the retail investor to trade more often. For investment advisory accounts there is an on going asset-based fee. The more assets there are in a retail investor's advisory account, the more a retail investor will pay in fees, and the Firm may therefore have an incentive to encourage the retail investor to increase the assets in his or her account. It should also be noted that Principals and employees of the firm may serve as board members on various public and private companies that retail clients have a position in which may be a potential conflict. Ask your financial professional: How might your conflicts of interest affect me, and how will you address them?

HOW DO YOUR FINANCIAL PROFESSIONALS MAKE MONEY?

The firm's financial professionals are compensated by transactional commission fees for brokerage accounts and asset-based fees for investment advisory accounts. In addition, they may be compensated in non-cash compensation such as stock, warrants for investment banking and private placement transactions. These payments can create some conflict with your interest.

DO YOU OR YOUR FINANCIAL PROFESSIONALS HAVE LEGAL OR DISCIPLINARY HISTORY?

Yes, the firm and some of its financial professionals have past disciplinary history. Please visit Investor.gov/CRS for a free and simple search tool to research us and our financial professionals. Ask your financial professional: As a financial professional, do you have any disciplinary history? For what type of conduct?

ADDITIONAL INFORMATION

For additional information about our services please contact your financial professional at 631-757-1500. If you would like additional, up-to-date information or a copy of this disclosure, please call 631-757-1500.

Ask your financial professional: Who is my primary contact person? Is he or she a representative or an investment advisor or a broker-dealer? Who can I talk to if I have concerns about how this person is treating me?