

CLIENT RELATIONSHIP SUMMARY

March 2025

FINRA CRD#29102 (BROKERAGE FIRM)

SEC #801-68376/8-44118 (INVESTMENT ADVISOR FIRM)

Taglich Brothers, Inc, (the “Firm”) is registered with the United States Securities and Exchange Commission (“SEC”) as an investment advisor, registered as a broker dealer with the Financial Industry Regulatory Authority (“FINRA”) and is a member of the Securities Investor Protection Corporation (“SIPC”). Brokerage and investment advisory services and fees differ, and it is important for you to understand these differences.

There are free and simple tools available to research firms and financial professionals at <https://www.investor.gov/CRS>, which also provides educational materials about broker-dealers, investment advisers, and investing.

WHAT TYPES OF INVESTMENT SERVICES AND ADVISORY SERVICES CAN YOU PROVIDE ME?

ADVISORY SERVICES

We offer investment advisory services to retail investors:

1. **Nondiscretionary Investment Advisory Wrap Fee Program:** We provide advice, and you make the ultimate investment decision regarding purchases or sales of investments.

Additional information about our advisory services is located in our Firm Brochure which is available upon request or online at <https://adviserinfo.sec.gov/firm/summary/29102>

If you open an advisory account with us, we will meet with you to understand your current financial situation, goals, and risk tolerance. **You are responsible for keeping your information current so that we can manage your account appropriately.**

If you open an Investment Advisory Wrap Account, we will provide point-in-time and ongoing advice. This may include recommendations of portfolio of investments, limited investment offerings, proprietary products, or a menu of products or types of investments for your consideration. You are the ultimate decision maker. We will conduct an internal review of your account at least twice a year, or more, and if necessary, rebalance the portfolio to meet your changing needs.

There is no minimum amount of assets or funds to open an advisory account. IRA accounts; including but not limited to, Traditional, Roth, SEP, and Inherited IRA’s; are not eligible to open an advisory account.

RETAIL BROKERAGE SERVICES

Retail Brokerage Services are offered to any retail investor where you make the ultimate decisions regarding the purchase or sale of investments. The fees charged for retail brokerage services are on a per trade basis, and not based upon the assets in the account.

The Firm may contact you with limited investment offerings, proprietary products, or a menu of products or types of investments for your consideration. You are the ultimate decision maker.

There are no account minimums to open or maintain a retail brokerage account.

The Firm does not monitor retail brokerage investments. The Firm may contact you, if in the opinion of the

financial professional, of concerns based upon the frequency of trades or the types of investments made in the account. You are the ultimate decider for your account. The Firm reserves the right to ask you to move the account to another financial institution, restrict your trading activity in the account or close the account under limited circumstances.

CONVERSATION STARTERS – Ask your financial professional.

These are suggested questions to begin conversations and open dialogue with the financial professional.

- 1. Given my financial situation, should I choose an investment advisory service? Why or why not?*
- 2. Why should I choose an investment advisory services account instead of a retail brokerage account?*
- 3. Given my financial situation, should I choose both types of services? Why or why not?*
- 4. How will you choose investments to recommend to me?*
- 5. What is your relevant experience, including your licenses, education and other qualifications?*
- 6. What do these qualifications mean to me?*

WHAT FEES WILL I PAY?

ADVISORY FEES

We charge an ongoing Investment Advisory Wrap Fee for our advisory program. The advisory investors are charged quarterly a wrap fee of 2% based on the value of assets held at the clearing firm, excluding cash, money market and restricted securities. There is a fee charged for participation in investment banking or private placement transactions, which amount is clearly identified in the Private Placement Memorandum or Prospectus for each specific transaction. There are also additional fees charged by our clearing firm in which we do not participate in or earn any portion of these fees. These fees may include but are not limited to fees for wire transfers, returned checks, account maintenance fees, fees related to mutual funds and variable annuities, and other transaction and product level fees. The more assets the advisory client deposits into the account, the more fee the Firm earns, which may be identified as a conflict of interest.

RETAIL BROKERAGE FEES

You will pay certain brokerage fees listed in your Brokerage Account Agreement, such as fees for wire transfers, returned checks, retirement account closeouts, and express mail delivery custodian fees, account maintenance fees, fees related to mutual funds and variable annuities, and other transaction and product level fees. The retail brokerage investors will be charged a commission per transaction not to exceed 5% of the total funds for the trade. Mutual Funds in the retail brokerage accounts are charged a 12b-1 fee as per the specific mutual fund. The advisory firm does not receive nor share in any portion of those custodian or transaction fees. Transaction based fees are based on how many trades you place in the account and you will incur more charges when there are more trades in your account. This is a retail brokerage account where you make the decisions, including frequency of trading.

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.

For additional information, please see Item 5 in the Firm Brochure. Our Firm Brochure is available upon request or online at <https://adviserinfo.sec.gov/firm/summary/29102>.

CONVERSATION STARTERS – Ask your financial professional.

These are suggested questions to begin conversations and open dialogue with the financial professional.

1. *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?*
2. *How do you determine what fee I will be charged?*

WHAT ARE YOUR LEGAL OBLIGATIONS TO ME WHEN ACTING AS MY INVESTMENT ADVISER? HOW ELSE DOES YOUR FIRM MAKE MONEY AND WHAT CONFLICTS OF INTEREST DO YOU HAVE?

When we act as your investment advisor, we have to act in your best interest and not put our interest ahead of yours.

When we act as your broker dealer, we have to act in your best interest and not put our interest ahead of yours.

At the same time, the way both the Investment Advisor and Broker Dealer make money creates some conflicts with your interest. You should understand and ask us about these conflicts because they can affect the recommendations and investment advice we provide to you. The Advisory Firm's revenue is from the advisory fees we collect from your accounts, whether monthly, quarterly or otherwise. The broker dealer revenue is from many different products, with different fees. You should understand and ask us about these conflicts because they can affect the investment advice we provide you.

Additional information about our conflicts of interest can be found in our Firm Brochure under Item 11 which is available upon request or online or at <https://adviserinfo.sec.gov/firm/summary/29102>

Here are some examples to help you understand what this means.

1. For example, there are incentives for the advisory firm to recommend to you, investments that are issued, sponsored, or managed by us and/or our affiliates. We make money from the fees generated from the investments in the transaction. This fee is not credited to either the advisory investors accounts or the retail investors accounts, but is earned by the broker dealer.
2. The broker dealer may earn compensation from third parties when we recommend or sell certain investments. These investments may be mutual funds, annuities or other types of products.
3. The broker dealer may trade for its own account and buy from a retail investor, and/or investments we sell to a retail investor, for or from your personal accounts, respectively.
4. As a retail investor who places trades directly into the retail investment account, without any recommendations or advice from us, the more trades the retail investor makes the more money the Broker Dealer makes. It may be a conflict of interest to allow the retail investor to continue trading.

CONVERSATION STARTERS – Ask your financial professional.

These are suggested questions to begin conversations and open dialogue with the financial professional.

1. *As an investor, 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 retail brokerage accounts and asset-based fees for investment advisory wrap accounts. In addition, they may be compensated in non-cash compensation such as stock, warrants for investment banking and private placement transactions. These payments may be identified as a conflict of interest.

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

Yes, Taglich Brothers, Inc. and some of our financial professionals have a disciplinary history. Visit <https://www.investor.gov/CRS> for a free and simple search tool to research us and our financial professionals.

CONVERSATION STARTERS – Ask your financial professional.

These are suggested questions to begin conversations and open dialogue with the financial professional.

1. *As a financial professional, do you have any disciplinary history? If so, for what type of conduct?*

ADDITIONAL INFORMATION

You can find additional information about our Firm's advisory services on the SEC's website at <https://adviserinfo.sec.gov/firm/summary/29102> by searching CRD # 29102.

You can find additional information about the Firm's broker dealer on FINRA's website at <https://www.finra.org/#/>, by searching CRD # 29102.

You may also contact us at 631-757-1500 and talk to any one of our investment professionals or support staff.

There are free and simple tools available to research firms and financial professionals at <https://www.investor.gov/CRS>, which also provides educational materials about broker-dealers, investment advisers, and investing.

CONVERSATION STARTERS – Ask your financial professional.

These are suggested questions to begin conversations and open dialogue with the financial professional.

1. *Who is my primary contact person if I open an account?*
2. *Is he or she a representative of an investment advisor or a broker or both? Is there a conflict?*
3. *Who can I talk to if I have concerns about how this person is treating me? As a financial professional, do you have any disciplinary history? If so, for what type of conduct?*