



Introduction

CaptiveX Securities LLC (the "Firm", "CaptiveX" or "we") is registered with the Securities and Exchange Commission ("SEC") and the Financial Industry regulatory Authority ("FINRA") as a broker-dealer. Brokerage and investment advisory services differ, and it is important for the retail investor to understand the differences.

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 provides pertinent facts including disciplinary history about member firms and individual registered representatives.

What Investment Services and Advice Can You Provide Me?

CaptiveX is an online introducing broker-dealer that offers self-direct brokerage services to retail investors. We offer you the ability to buy and sell equities, fixed income and option securities in a brokerage account. The Firm offers various types of accounts, including but not limited to cash, margin, joint accounts, etc. The Firm acts in a broker-dealer capacity only and does not make any type of recommendations. The Firm does not give any type of investment advice nor make recommendations regarding account types and/or securities. All trading done in your CaptiveX account is directed by you or an authorized agent via a mutual signed limited Trading Authorization Agreement. The Firm does not have or offer discretionary trading over any account.

CaptiveX does not monitor the performance of your account. Tools to assist you with monitoring your own account are provided free on our trading platforms. The Firm may conduct monitoring of customer accounts for other purposes, such as compliance requirements and to ensure that your account does not pose excessive risk to CaptiveX. The Firm's registered representatives can assist you with questions related to the trading platforms, or general trading questions, however, they are prohibited from making any recommendations or providing any type of investment advice.

CaptiveX does not offer proprietary product. Minimum account requirements and other requirements to open or maintain a brokerage account are dependent on the trading platform used by the client. Specifics can be found on the trading platform chosen by the client at the time an account is opened.

For more information about the types of accounts and any minimum requirements, please visit captive.com and navigate to the 'Platforms' page.

Conversation Starter: Questions you may want to ask your financial professional:

- *Given my financial situation, should I choose a brokerage service? 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 you may incur for our brokerage services are: (1) Commissions; (2) Exchange, Regulatory, and Clearing Fees; (3) Interest Costs; and (4) Back-Office and Cashiering Fees. These fees and costs may vary depending on the securities you trade, the volume of your trading, and any additional services you may choose to use. 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. CaptiveX does not compensate its registered representatives based on trades made or fees paid by you. Details related to the fees and costs incurred are below:

- **Commission:** Commissions are transaction-based fees charged by brokers for its trade execution services. CaptiveX's commission vary depending on the securities you trade and the size of your trades. Please visit www.captivex.com for further information on the Firm's commission schedule and fees.
- **Exchange, Regulatory, and Clearing Fees:** Exchange, regulators, and clearing firms charge certain fees to CaptiveX that we pass through to you. These fees may be charged to your account in addition to commissions. Exchange, regulatory and clearing fees charged to you can be greater than the net cost paid

by the Firm for the corresponding fee (i.e.: aggregate volume discounts may not be passed on to you). Please visit www.captivex.com for more details and a list of fees.

- **Interest Costs:** If you open a margin account and borrow on margin or borrow stock for the purposes of selling short, you will be charged margin loan interest and/or stock borrow fees. Please visit www.captivex.com for further information on the Firm's commission schedule and fees.
- **Back-Office & Cashiering Fees:** Should you choose to utilize some of the services offered to you, you may incur fees charged by CaptiveX or directly passed through to you by your clearing firm (i.e.: wire fee). Please visit www.captivex.com for further information.

Conversation Starter: Questions you may want 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 would 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?

We DO NOT provide recommendations. 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 services we provide you. Here are some examples to help you understand what this means.

- **Revenue Sharing:** The Firm may enter into agreements to share a portion of the revenue received based on expenses included, such as when one of the Firm's account custodians (Curvature Securities) shares a port of revenue received based on amounts charged to clients for trading handling or ticket charges, margin interest, cash balances, stock loan and account transfer fees.
- **Payment for Order Flow:** The Firm may receive payment for order flow from certain exchanges, market makers, and other third parties through which the Firm executes its client orders. CaptiveX mitigates this conflict of interest through explicit disclosure to you and by selecting execution venues for client orders based the benefit to the customer rather than to CaptiveX. You can find our latest Order Routing Disclosure report at www.captivex.com

Conversation Starter: Questions you may want to ask your financial professional:

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

How do your financial professional make money?

CaptiveX financial professionals are compensated by salary and discretionary bonus. The Firm determines a bonus based on factors including company and individual performance. CaptiveX financial professionals are NOT compensated based on commissions, fees, performance of your account(s), amount of your assets, the securities you buy and sell, or revenue earned from services chosen by you or trades placed by you.

Do your financial professionals have legal or disciplinary history?

Yes. Some of our financial professionals have legal and/or disciplinary disclosures unrelated to their association with CaptiveX. Given the nature of the activities related to the disclosure events, CaptiveX does not believe they that they have any negative impact on the Firm's ability to provide ethical broker-dealer operations. Please visit Investor.gov/CRS for a free and simple search tool to research CaptiveX and its financial professionals.

Conversation Starter: Questions you may want to ask your financial professional:

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

Additional Information:

You can find additional information about CaptiveX and its services at CaptiveX.com. To request up-to-date information or a copy of this Customer Relationship Summary, use the Contact Us page on the Firm's website www.captivex.com, or call us at (203) 302-9000. Please note that CaptiveX does not assign registered representatives to manage client accounts. CaptiveX Securities LLC is a Broker-Dealer, not an investment adviser.

Conversation Starter: Questions you may want to ask your financial professional:

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