

Patrick Capital Markets, LLC

Introduction. Patrick Capital Markets, LLC (“PCM”) is a broker/dealer registered with the Securities and Exchange Commission (SEC) and is a member of the Financial Industry Regulatory Authority (FINRA) and the Securities Investor Protection Corporation (SIPC). We are affiliated with Saxony Securities, Inc. and Saxony Capital Management, LLC. Investors and potential investors should be aware that brokerage and investment advisory services and fees differ. Investors may wish to avail themselves of the free and simple tools on www.investor.gov/CRS for more information and to research both brokerage firms and financial advisors. This website also contains educational material on broker/dealers, investment advisors, and investing.

Relationships and Services. *What investment services can you provide me?* PCM offers brokerage services to retail investors, including buying and selling a limited range of securities products and services. Our firm does not hold customer accounts. This means that we do not offer periodic evaluation of your securities positions, rather, we act in your best interest at the time we make a recommendation. We assess your investor profile based on information we collect from you about you and your goals and we make recommendations that are designed to fit that profile. You may select investments or we may recommend investments for you, but the ultimate investment decision resides with you, as pertains to your strategy and the purchase or sale of securities. We offer a limited selection of investment to retail investors, including untraded real estate investment trusts and private placements of securities. We also offer mutual fund products and private placements on a wholesale basis to broker-dealers and registered firms. Private placements are more complex and expensive than mutual funds, stocks, and bonds. Other firms could offer a wider range of choices, some of which might have lower costs. Since we do not hold customer accounts, we do not recommend account types. Our firm and its financial professionals will not accept discretionary authority over investors assets or securities.

You should ask your financial professional questions, such as:

Given my financial situation, should I choose a brokerage service? Why or why not? How would you or your firm choose investments to recommend to me? What is your relevant experience, as a financial professional, including your licenses, education and other qualifications? What do these qualifications mean?

Fees, Costs, Conflicts and Standard of Conduct. *What fees will I pay?* Investors that buy or sell through our firm will pay a transaction-based fee which is generally referred to as a commission, but may include other fees such as referral fees, finder fees, marketing fees, diligence fees and/or wholesale fees. Some or all of these fees will be paid every time you make an investment. The exact amount of the fees will be disclosed in the offering materials provided to you, and we encourage you to read them thoroughly. There may also be fees or penalties associated with selling your investment and the offering materials will provide an explanation of those fees, if any. When PCM is acting as a managing broker/dealer in an offering, our firm will receive a fee for its services related to managing the offering and engaging other broker/dealers and registered investment advisors to participate in the offering, and all such fee arrangements will be stated in the offering document.

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

You should ask your financial professional questions, such as:

Help me understand how these fees and costs might affect my investments. If I give you \$50,000 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 does your firm make money and what conflicts of interest do you have? When we make a recommendation, we must act in your best interest and not put

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our own interest ahead or 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 investment advice we provide to you. Following are selected examples to help in your understanding of this:

- Some products offer higher compensation than others. For example, you pay a lower fee for a mutual fund than you would on a private placement. This creates a conflict because we have an incentive to sell products with higher fees to you.
- We have an incentive to offer or recommend certain investments when the manager or sponsor of those investments shares with us revenue it earns on those investments.
- We can make extra money by selling you certain investments, such as investments in which we serve as managing dealer, because we and our financial professionals earn more money if you buy these investments.

Additional information about fees, risks, expenses and conflicts can be found in offering document that you receive at or before the completion of a transaction.

You should ask your financial professional questions, such as:
How might your conflicts of interest affect me, and how will you address them?

How do your financial professionals make money? Patrick Capital Markets' financial professionals are primarily compensated by earning commissions on the products you buy and sell. They may also make on-going fees related to marketing/distribution or diligence fees. The sale of some products, such as complex private placement products that can require more knowledge, time and expertise to sell, may pay higher commissions to financial professionals than other products. More complex products may not be appropriate for all investors. A conflict arises when the financial professional has a greater incentive to sell products that pay higher commissions. We maintain procedures to mitigate these conflicts.

Some Patrick Capital Markets' financial professionals are also compensated by another business entity for their non-securities work and in some cases, this may cause a conflict of interest if the outside business entity earns fees for its services provided in an offering, as an issuer, sponsor, or provider of professional services. You should discuss this with your financial professional prior to accepting their recommendation.

Disciplinary History. *Do you or your financial professionals have legal or disciplinary history?* Patrick Capital Markets has no disciplinary history. Selected financial professionals that are associated with our firm have a legal or disciplinary history. Visit www.investor.gov/CRS for a free and simple search tool to research us and our financial professionals. For additional information about our financial professionals, visit FINRA BrokerCheck at <https://brokercheck.finra.org>.

You should ask your financial professional questions, such as:
As a financial professional, do you have any disciplinary history? For what type of conduct?

Additional Information. For additional information, visit our web site <http://www.patrickcapitalmarkets.com> or call our corporate office at 314-963-9336.

You should ask your financial professional questions, such as:
Who is my primary contact person? Is he/she a representative of an investment advisor or a broker/dealer? Who can I talk to if I have concerns about how this person is treating me?