

## RELATIONSHIP SUMMARY

**Introduction** ChoiceTrade is registered as a broker-dealer with the U.S. Securities and Exchange Commission and a member of the Financial Industry Regulatory Authority ([www.finra.org](http://www.finra.org)) and the Securities Investor Protection Corporation ([www.sipc.org](http://www.sipc.org))

Brokerage and investment advisory services and fees differ and it is important for you to understand the differences. ChoiceTrade is not an investment advisor.

Free and simple tools are available at <https://www.investor.gov/CRS> where you can research firms and financial professionals, and where you can also find educational materials about broker-dealers, investment advisors and investing.

**Given my financial situation, should I choose a brokerage service? Why or why not?** ChoiceTrade is a broker-dealer registered with the Securities and Exchange Commission. This summary highlights the nature of our brokerage relationship with our clients, which we believe is important for you to understand.

**What Investment Services Can You Provide Me?** We offer brokerage services and facilitate the buying and selling of stocks, ETFs and options online for retail investors but do not provide recommendations on investments or investment strategies, investment advice or any other type of advice including what type of account you should set up, or what security you should buy or sell and when. We do not offer proprietary products or services.

If you open an account with us, you alone must make your investment decisions and monitor your account and investments. We will not monitor your account for you.

We have a \$100 minimum to open and maintain your account. In some instances, the minimum may be higher.

Certain subscription-based products may involve order entry by us on your behalf. You alone must decide whether or not to open an account for this service. Even if we enter orders on your behalf, we will not recommend such investments, rather, they will be based on signals provided by third parties. We will simply enter the orders in your account on a best-efforts basis as a convenience to you and only if you give us your authorization to do so. Even if we enter trades in your account, we will not monitor your account – you must do this yourself.

**What is your relevant experience, including your licenses, education and other qualifications? What do these qualifications mean?** Some, but not all, of our personnel hold securities licenses with our regulator, FINRA. These licenses mean we have passed examinations administered by FINRA and must comply with ongoing continuing education requirements.

**What Fees Will I Pay? Transaction-related:** We charge a commission for options and over-the-counter stock trades. Some clients pay different transaction fees by prior agreement. Whereas our commissions are low, even these low commissions will reduce your profits and add to your losses each time you trade. However, how often you trade is entirely up to you; we do not tell you when to do so.

**Non-transaction-related:** You will pay interest if you buy stock on margin. If you short stock, you will pay stock locate and borrow fees, which could be very high, depending on how easy or difficult it is to borrow the stock you hold short. Further, stock borrow fees are subject to change from day to day. We charge other non-transaction-related fees such as inactivity fees, account transfer out fees, wire out fees, and fees to hold over-the-counter stocks and, for non-US accounts, inception and monthly maintenance fees. Third parties offer subscription-based products for which we offer brokerage services. These products have either fixed monthly fees or transaction fees or, in some instances, both. In the event these products issue recommendations on particular securities or investment strategies, these recommendations are not made by us but by the third party, even though we may share in the fixed monthly fee with them, our share of the fee is solely for the provision of brokerage services. Fees

Up-to-date information and a copy of this relationship summary is available upon request by emailing [service@choicetrade.com](mailto:service@choicetrade.com) or calling 787-773-1848

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and account minimums for this service may be different than our regular fees and will be disclosed to you before you begin a particular program.

**Additional Information:** You will pay fees and costs whether you make or lose money on your investments. Commissions and fees can differ based on certain factors. 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. A schedule of our fees and costs is available at <https://www.choicetrade.com/pricing.php>.

**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?** As stated earlier, when you invest in an account with us, you are not giving us your funds to invest for you. Rather, you are investing them yourself. We are not involved in your investment decisions, or whether or not you decide to invest.

**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 about these conflicts because they can affect the services we provide you. Here are some examples to help you understand what this means. If you transact penny stock in low dollar amounts, you will pay a flat fee per trade that could be a high percentage of the dollar amount transacted. If you trade pre- and post-market trades, we charge a per share fee that could reduce your profits or increase your losses, especially if the stock you are trading is under \$1 per share.

If you subscribe to a product administered by a third-party and pay us the fixed subscription fee, we may share it with the third-party. If you pay the subscription fee to the third party, they may share the subscription fee with us. If you authorize ChoiceTrade to enter trades in your account for a particular subscription-based program, we will put your interests ahead of our own. If you would like to find out more, please contact us at [service@choicetrade.com](mailto:service@choicetrade.com).

**How might your conflicts of interest affect me, and how will you address them?** Since we charge low commissions, do not offer investment advice, and do not make any decisions about your investment account, you are in full control of your account. Our commissions and fees will reduce your profits or increase your losses. If you perceive any conflicts of interest, please ask us how we may help you avoid them.

**How do your financial professionals make money?** Our financial professionals are compensated with a salary, not commissions or percentage of revenue. This method of compensation strives to eliminate conflicts of interest with our clients.

**Do you or your financial professionals have a legal or disciplinary history?** Yes. Please visit <https://www.investor.gov/CRS> for a free and simple search tool to research our firm and financial professionals.

ChoiceTrade does not assign a financial professional to your account. Before you speak to any financial professional about investing, you should ask "As a financial professional, do you have a disciplinary history? For what type of conduct?"

**Additional Information** For more information about our firm, please visit [www.choicetrade.com](http://www.choicetrade.com)

**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?** We do not assign a primary contact to accounts. If you should require service, our broker-dealer personnel will assist you. If you have concerns about how this person is treating you, you may ask to speak to a supervisor.

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## EXHIBIT – CHANGES FROM PRIOR RELATIONSHIP SUMMARY

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### **What Fees Will I Pay?**

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