

Equitas Capital Advisors, LLC - Form CRS Relationship Summary

June 30, 2020

Equitas Capital Advisors, LLC (“Equitas,” the “Advisor,” “we” or “us”) is registered with the Securities and Exchange Commission (SEC) as an investment adviser. Brokerage and investment advisory services and 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](https://www.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 investment advisory, investment planning and consulting services to retail and institutional investors. The firm also sponsors a managed account wrap-fee program ("MAP"), through which we assist our clients in selecting independent portfolio managers to manage their assets. Generally, we do not have discretionary authority over our clients' funds, although in some cases we provide services on a discretionary basis. A discretionary account allows us to buy and sell investments in your account without asking for your approval in advance. A non-discretionary account means that you decide what investments to buy and sell. To establish a client account with Equitas, the Advisor usually requires a minimum of \$1 million for retail clients and \$5 million for institutional clients. As part of your portfolio management services, we provide investment policy statements, asset allocation studies, money manager search and selection, ongoing monitoring your investments and provide advice. We do not limit the types of investments that we recommend.

*For additional information, please see our Form ADV Part 2A, Items 4, 7, 13 and 16.*

**Conversation Starters:**

- Given my financial situation, should I choose an investment advisory 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?**

For general consulting services, we charge an annual negotiable fee generally ranging between 0.25% and 1.00% of the value of the client's Account(s)/assets. For certain services, we may charge fees which differ from our general fee range. In some circumstances we may charge fixed fees, which will be negotiated with each client on a case-by-case basis and will depend on the scope and complexity of the services provided.

The asset-based fees you will pay for our wrap fee program will include most transaction costs and fees to a broker-dealer or bank that has custody of these assets, and therefore may be higher than a typical asset-based advisory fee. In certain cases, where the account is invested in a managed account wrap-fee program (“MAP”) account, any fees we receive through this program are used to offset, on a dollar-for-dollar basis, the particular client’s consulting fees due to us. If the offset is greater than the consulting fee invoiced, we roll over that balance (the "Credit Balance") on a quarterly basis until the end of the year, at which point any remaining balance reverts to zero and we retain any unused Credit Balance. Therefore, in situations where clients maintain a Credit Balance at the end of the year, we receive additional compensation from MAP. The Advisor may simultaneously manage accounts that are charged performance-based fees and accounts that are charged asset-based fees. Managing such accounts “side-by-side” may create a conflict of interest, as there may be a financial incentive to favor accounts for which the Adviser receives performance-based fees. To address these types of conflicts, the Advisor has adopted policies and procedures pursuant to which allocation decisions may not be influenced by fee arrangements, and investment opportunities will be allocated in a manner that the Advisor believes is consistent with its obligations as an investment adviser. The more assets there are in your account with us, the more you will pay in fees, so we have an incentive for your investments to grow and to encourage you to increase the assets in your account.

Clients who do not participate in the MAP program may be required to pay, in addition to our fee, investment management fees, brokerage fees and commissions, custodial fees, legal and accounting fees, odd-lot differentials, transfer taxes, wire transfer and electronic fund fees, record-keeping fees, and other fees and/or taxes charged by, and paid directly to, third parties. In addition, mutual funds, partnerships, REITS and other collective investment vehicles also charge internal management fees, which are disclosed in the vehicles' offering documents.

*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 our Form ADV Part 2A brochure Items 5 and 6.*

**Conversation Starter:**

- 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 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 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 affect the recommendations we provide you. Here are some examples to help you understand what this means.***

- Proprietary Products: We offer the Equitas Evergreen Fund, L.P., a proprietary fund for which we serve as investment adviser. We do not charge advisory fees on investments in the Fund; however, we receive management fees on investments in the Fund and therefore have an incentive to recommend it to you.

*More detailed information can be found on our Form ADV Part 2 Items 11, 12, and 18.*

**Conversation Starter:**

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

**How do your financial professionals make money?**

Our financial professionals are primarily compensated with a fixed annual salary. Additional compensation may be based on the amount of client assets they service, the time and complexity needed to meet a client's needs and the revenue the firm earns from advisory services. There is no compensation linked to the investments offered or from sales commissions.

**Do your financial professionals have legal or disciplinary history?**

**Yes.** Visit [Investor.gov/CRS](http://Investor.gov/CRS) for a free and simple search tool to research us and our financial professionals.

**Conversation Starter:**

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

**Additional Information** For additional information about our services or to request a copy of Form CRS, please contact us at: 365 Canal Street, Suite 3050, New Orleans, LA 70130, Tel.: (504) 569-9600, [www.equitas-capital.com](http://www.equitas-capital.com)

**Conversation Starter:**

- Who is my primary contact person? Is he or 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?