



## Customer Relationship Summary

April 1, 2021

StoneX Financial Inc. (SFI) is registered with the Securities and Exchange Commission (SEC) as a broker-dealer and is a member of the Financial Industry Regularity Authority (FINRA) and the Securities Investor Protection Corporation (SIPC). SFI provides brokerage services and not investment advisory services. Brokerage and investment advisory services and fees differ; it is important for you to understand the differences. You should be aware that there are free and simple to use tools 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?

SFI offers self-directed brokerage services to high net worth retail investors. We generally require a minimum amount of \$250,000 of assets under management in order to open an account. This minimum may be waived in certain situations. We provide you the ability to buy and sell securities for your account at your direction through one or more execution management systems (EMS) or by calling our trading desk, the option to trade on margin for eligible accounts and a choice among the cash management options offered. Occasionally, or at your request, our financial professionals may offer market commentary or provide material information on the securities that you are considering, but we do not make investment recommendations. You make the ultimate decision regarding the purchase or sale of securities. The EMS platform and our trading desk offer you the ability to trade in a broad range of domestic and international equities, options, fixed income securities, mutual funds, exchange-traded funds (ETFs), real estate investment trusts (REITS) and money market mutual funds. We do not offer monitoring services whereby we monitor your brokerage account or the investments you own.

#### Questions to ask:

- Given my financial situation, should I choose a brokerage service? Why or why not?
- What is your relevant experience, including your licenses, education and other qualifications? What do these qualifications mean?

### What fees will I pay?

**Principal Fees and Costs for Brokerage Services.** We charge fees on a transaction by transaction basis. For investments such as stocks, exchange traded funds (ETFs), options and bonds, we typically charge you a fee each time a buy or sell transaction occurs. This fee is commonly referred to as a commission when the transaction involves a stock, ETF or option and as a markup or markdown when the transaction involves a bond. When you buy or sell a fixed income security, like a corporate bond, U.S. Treasury Security or municipal bond, the markup or markdown charged is based on the specific transaction and can usually be negotiated with your financial professional. Because we charge you a fee for each transaction, we have an incentive to encourage you to engage in transactions. StoneX will also charge interest for the use of margin (borrowing from us). Margin rates depend on how much you borrow.

We also earn a commission (sometimes called a "load") when you buy investments, such as mutual funds. These investments are sold by prospectus, and the commission is set by the product prospectus and cannot be negotiated. These investments generally pay us an ongoing fee (commonly referred to as a "trailing commission") provided you continue to own the investment. Mutual funds are not traded on a stock exchange or other established trading market. When you redeem your investment, the issuer of the investment buys it back from you. We do not earn a commission when you redeem your investment in these products. Therefore, we have an incentive to encourage you not to redeem your investment in these products. However, after you have held the investment long enough, we have an incentive to encourage you to liquidate your investment and to purchase another one because we will earn a commission on the new purchase.

**Other Fees and Costs Associated with Brokerage Services.** Your brokerage account will be subject to various additional fees. These can include (as applicable), custodian fees, transaction charges, mutual fund 12b-1 fees, distribution fees, deferred sales charges, margin interest, short sale interest, wire transfer and electronic fund fees, and other account administrative fees. 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. Our fees are detailed in our **Schedule of Fees**. A copy of our **Schedule of Fees** is included with our New Account Agreement, and a copy of our current **Schedule of Fees** will also be provided annually. You may also request a copy of our current **Schedule of Fees** at any time.

**Questions to ask:**

- Help me understand how these fees and cost might affect my investments. If I give you \$10,000 to invest, how much will go to fees and cost, and how much will be invested for me?

**What are your legal obligations to me when providing recommendations?**

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.

**How else does your firm make money and what conflicts of interests do you have?**

**Summary of related “Conflicts of Interest”**

**Principal Trading/Market Making.** We may engage in securities transactions with you for our own account. Because we earn compensation (such as markups and markdowns) and can receive other benefits in principal transactions, we have an incentive to trade with you on a principal basis and sell you securities out of our inventory. SFI acts as a market maker for several equity securities. Trade confirmations will reflect when SFI has acted in a principal capacity or as a market maker.

**Payment for order flow.** SFI also route orders to market centers (exchanges, alternative trading systems, market makers, and other dealers) to effect your transaction. These market centers may provide economic incentives to encourage broker-dealers to route orders to them. This is known as payment for order flow. Trade confirmations will reflect whether payment for order flow was received.

**Revenue Sharing.** Certain managers and sponsors (or their affiliates) share with us the revenue they earn when you invest in their products. We have an incentive to limit the investment products we make available to you to those that share revenue with us.

**Third-Party Payments.** We receive payments from third-party product sponsors and managers (or their affiliates) when we sell certain products. We have an incentive to limit the investment products we make available to you to those from which we receive this compensation.

**Questions to ask:**

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

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

**For Brokerage Services.** We pay your financial professional a percentage of the compensation generated from your account, such as commissions, interest charges, and income generated from securities lending. Therefore, your financial professional has an incentive to maximize the amount of compensation generated from your account. Because some clients generate higher amounts of revenue for StoneX, there is a greater desire to negotiate discounts or provide favorable offers to those clients so that they expand their relationships and activities with StoneX.

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

Yes. Visit [www.investor.gov/CRS](http://www.investor.gov/CRS) for a free and simple search tool to research us and our financial professionals. For additional information visit <https://brokercheck.finra.org/>

**Questions to ask:**

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

**Additional Information**

If you would like additional, up to date information or a copy of this disclosure, please call +1 (404) 836-7007 or visit our website at [www.stonex.com](http://www.stonex.com).

**Questions to ask:**

- Who is my primary contact person? Who can I talk to if I have concerns about how this person is treating me?