



DAVIDSON
INVESTMENT ADVISORS

Davidson Investment Advisors, Inc. Form CRS: Client Relationship Summary December 20, 2024



Davidson Investment Advisors, Inc. ("the Firm," "we," "us," "our") is registered with the Securities and Exchange Commission as an investment adviser. Caprin Asset Management ("Caprin") operates as a division of Davidson Investment Advisors.

Brokerage and investment advisory services and fees differ, and it is important that you 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.

What investment services and advice can you provide me?

Our primary investment service is discretionary investment management, where a client appoints and authorizes us to make investment decisions with respect to the assets in their account, including the authority to buy, sell or hold securities and the timing of these actions, without notice to the client. These services can be offered via non-wrap and wrap fee programs. For the Non-Wrap Fee Program, we act as your investment adviser; brokerage services (such as trade execution and custody services) are negotiated by you and paid separately. For our sponsored Wrap Fee Program, we act as your investment adviser, and brokerage services (such as trade execution and custody services) are provided by our affiliated broker-dealer, D.A. Davidson & Co. for a single "wrap fee." The Firm itself does not offer brokerage services.

For clients, or members of a client's household, that have a discretionary wrap fee account managed by the Firm, we offer a non-discretionary account, where a client appoints the Firm to provide investment advice and recommendations as to the assets in a client's account, but the client retains full authority over the decisions, including the authority to buy, sell or hold securities and the timing of those actions.

In addition to the programs listed above, the Firm also offers the following advisory services: subadvisor to other investment advisers or broker-dealers, with full investment and trading discretion; model provider to other investment advisers or broker-dealers, with no trading discretion; and advisor to the Davidson Multi-Cap Equity Fund (the "Fund"), an open-end mutual fund available in Class A or Class I shares.

In conjunction with our advisory services, we can recommend that you open or contribute assets to an advisory account with our Firm. We can also educate you about consolidating your assets (through rollover or transfer) into an advisory account with our Firm, or recommend that you rollover from an employer-sponsored plan to an individual retirement account ("IRA") with our Firm.

We monitor the investments in your account on an ongoing basis as part of our standard discretionary investment management services. The Firm may implement reasonable restrictions on the securities of types of securities held their account upon request; such requests must be communicated in writing to the Firm, will be considered in accordance with the Firm's policies and procedures, and must be approved by us in our sole discretion.

The investment solutions we offer include several asset types, such as equities/stocks, bonds, mutual funds, exchange traded funds (ETFs), and publicly traded real estate investment trusts (REITs), among others. The investments we make available, and recommend, are not limited to a narrow menu of product types and are not limited to proprietary products.

Both our discretionary and non-discretionary investment advisory services impose minimum account size requirements. Our Fund also has a minimum purchase size described in the Fund's prospectus, available at davidsonmutualfunds.com/files/Davidson_Prospectus.pdf. When acting as a model provider, account size requirements are determined by the applicable program sponsor and may vary.

For more detailed information about our services, please visit dadavidson.com/Disclosures to review Davidson Investment Advisors' and Caprin's Form ADV, Part 2A Firm and Wrap Fee Brochures.

Ask your Financial Professional

- *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 our discretionary advisory services, a client pays the Firm an asset-based fee, which is an ongoing fee based on the market value of assets (including cash) in the account on the last day of the preceding quarter. Unless we agree otherwise, our fees are charged quarterly in advance, as long as we continue providing you with advisory services. Because our fees are based on a percentage of your advisory assets, we have an incentive to encourage you to increase your advisory assets.

There are additional costs for our discretionary advisory clients, including fees charged by mutual funds and other funds held in your account, exchange fees, wire transfer fees, and maintenance fees for retirement accounts. For our Wrap Fee Program, the wrap fee will include transaction costs and custody fees to our affiliated broker-dealer that has custody of these assets, and therefore are higher than a typical asset-based advisory fee. For our Non- Wrap Fee Program, clients will incur transaction costs and custody and other fees that are in addition to the advisory fee paid to us.

For our non-discretionary advisory services, if we provide you non-discretionary advisory services only, you will be charged a recurring annual asset-based fee, which is inclusive of transaction costs and custody fees to our affiliated broker-dealer that has custody of these assets. For non-discretionary accounts holding only shares of the Fund, this fee is waived. If we also provide discretionary advisory services for you, the annual management fee for non-discretionary advisory services is waived.

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.

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 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 can affect the investment advice we provide you. Here are some examples to help you understand what this means.

The Firm determines the fee rates applicable to our Wrap Fee and Non-Wrap Fee Programs. This creates an incentive for us to recommend a Program that pays the higher fee rate.

To participate in our Wrap Fee Program, clients are required to custody assets at our affiliated broker-dealer, D.A. Davidson & Co. As such, all transactions for wrap fee accounts at Davidson Investment Advisors are executed through D.A. Davidson. This creates a conflict of interest because the fees for managing and trading client accounts are all retained by D.A. Davidson Companies.

We are the investment adviser to the Fund, an open-end, publicly traded mutual fund and we receive a management fee on the amount of assets invested in the Fund. In our non-discretionary program we can recommend that you invest in the Fund. This presents a conflict of interest; when you invest in the Fund, we receive management fees from the Fund and receive more total compensation that we would if you invested in an unaffiliated third-party mutual fund instead.

For additional information about our conflicts of interest, please visit dadavidson.com/Disclosures to review our Form ADV Part 2A Firm and Wrap Fee Program Brochures.

Ask your Financial Professional

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

How do your financial professionals make money?

The Firm's financial professionals are salaried employees and do not receive a portion of the fees assessed to client accounts. They are eligible to receive a subjective bonus based upon several factors, including the Firm's revenue, profit, and assets under administration Growth. The Firm's portfolio managers are also salaried employees and do not receive a portion of the fees assessed to client accounts. They may earn an annual bonus based on investment strategy performance, some of which can be in the form of equity of our parent company, D.A. Davidson Companies.

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

No. Neither our Firm nor our financial professionals have disciplinary history. You can learn more about our financial professionals and confirm their legal and disciplinary history at the SEC's free and simple search tool at Investor.gov/CRS.

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 and up-to-date information about our investment advisory services on our website, www.davidsoncompanies.com/dia or you can request a copy of this Customer Relationship Summary by calling us toll free at (800) 332-0529.

Ask your Financial Professional

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

Davidson Investment Advisors, Inc.
Exhibit to Form CRS (Client Relationship Summary):
Summary of Material Changes to Form CRS
as of December 20, 2024

The following describes the material changes made to the Davidson Investment Advisors, Inc. ("DIA," or "we," or "our") Form CRS (Client Relationship Summary).

We updated "What investment services and advice can you provide me?" by:

- Explaining that we can recommend that you open or contribute assets to an advisory account with us, or recommend that you rollover from an employer-sponsored plan to an individual retirement account ("IRA") with our Firm.