

KLOSTERS CAPITAL, LLC
FORM CRS

This form provides a summary of the business practices and services provided by Klostern Capital, LLC ("Klostern"). Should you have any questions about the contents of this form please do not hesitate to contact us at (305) 907-3421. The information herein has not been approved or verified by the United States Securities and Exchange Commission or by any state securities authority. The registration as an investment adviser does not imply a certain level of skill or training. Additional information about Klostern is also available on the Securities and Exchange Commission's website at www.adviserinfo.sec.gov

ITEM 1. INTRODUCTION

Klostern Capital LLC is an investment adviser registered with the Securities and Exchange Commission (SEC). We provide investment advisory services to our clients through various types of discretionary and non-discretionary accounts in accordance with each client's investment objectives. Discretionary accounts provide Klostern Capital LLC the authority to make investment decisions on behalf of the client. Non-discretionary accounts, on the other hand, leave the ultimate decision regarding the purchase or sale of investments solely on the client. Investment activities focus on investments in various kinds of assets and securities in a variety of markets that is intended to fit the client's objectives, strategies, and risk profile as described by each client. On an occasional basis, Klostern Capital may furnish advice to clients on matters not involving securities, such as trust services that may include estate planning. As an investment advisor, Firm's principal business is to provide fee-based investment advisory services. It is important for the retail investor to know that the fees paid to us and the services we provide are different from the fees associated with their bank or broker-dealer. Klostern Capital LLC will provide investment advisory services and portfolio management services and will not provide other administrative services. At no time will Klostern Capital LLC accept or maintain custody of a client's funds or securities.

There are available free and simple tools you may utilize to inform yourself further and research our firm and/or our financial advisors. You may do so at Investor.gov/CRS, which also provides educational material about broker-dealers, investment advisers and investing. We encourage you to use these tools before you make an investment decision.

ITEM 2. RELATIONSHIPS AND SERVICES**Q: "What investment services and advice can you provide me?"**

At Klostern Capital LLC, our team of financial advisors and investment professionals evaluate your investment profile as well as your current investments and determine whether these complement each other. We will meet with you to determine your investment objectives, risk tolerance, and other relevant information (the "suitability information") at the beginning of our advisory relationship. We will use the suitability information we gather from our initial meeting to implement an investment strategy based on your risk profile. In some cases, we may modify the portfolio for particular clients based on the client's individual needs, financial objectives, and risk tolerance. Once we assess an investment profile for you, we will monitor your portfolio's performance on an ongoing basis and will rebalance the portfolio as required by changes in the model, market conditions and in your financial circumstances. Once this evaluation takes place, we provide the appropriate suggestions and changes we may deem necessary. Klostern Capital LLC's cumulative minimum account is \$1,000,000; however, based on facts and circumstances Klostern Capital LLC may, at its sole discretion, accept accounts with a lower value. Detailed information regarding our services, fees and other disclosures can be found in our Form ADV Part 2A Items 4, 7, and 8 via the following link: <https://adviserinfo.sec.gov/firm/brochure/285582>.

As a retail investor, you may ask us the following questions to start a conversation about relationships and services: "Given my financial situation, should I choose an investment advisory service? Why or why not?" "How will you choose investment to recommend to me?"

"What is your relevant experience, including your licenses, education and other qualifications? What do these qualifications mean?"

ITEM 3. FEES, COSTS, CONFLICTS AND STANDARD OF CONDUCT**Q: What fees will I pay?**

Klostern Capital LLC offers advisory services for a fee that is set in and governed by the Advisory Agreement between you, as the Client, and Klostern Capital, as the Investment Advisor. Fees are paid on a quarterly basis, in arrears, based on the net asset value of the financial assets managed by the Firm as of the last business day of each month, or calculated based on the official value of the accounts or portfolios as reported by the financial institutions that act as brokers and/or custodians for the client (i.e. advisory fees for January, February and March are paid in April). For detailed information, refer to our Form ADV Part 2A, Items 5 and 6 via the following link: <https://adviserinfo.sec.gov/firm/brochure/285582>. The fees charged to each client are a function of the type and size of the client's portfolio. These fees range from .50% to 1.25% per annum (payable on a quarterly basis, calculated as 1/4 of the agreed upon percentage fee multiplied by the Net Asset Value of each account). These fees may be negotiated by the advisor under unusual circumstances, at the sole discretion of the advisor. The percentage fee schedule is based on the net asset value of the portfolio and is as follows: For accounts up to \$1,000,000, the advisory fee is 1.25%; for accounts that range from \$1,000,001 to \$10,000,000, the advisory fee is 1.00%; for accounts that range from \$10,000,001 to \$20,000,000, the advisory fee is .75%; for accounts that range from \$20,000,001 to \$50,000,000, the advisory fee is .60% and finally, for accounts over \$50,000,000 the advisory fee is of .50%. Asset management fees will automatically be deducted from the client's account on a quarterly basis by the broker-dealer where you have your account. The Firm may also provide certain specified services for a fixed, non-asset-based fee. Clients may negotiate the fees they agree to pay for this

specified service. The client shall instruct the custodian of its account to debit the accounts to pay the advisory fees each quarter. Klostern charges a minimum quarterly fee of \$1,500. Klostern does not currently enter into performance fee arrangements with its clients. The compensation structure is disclosed to and approved by the clients at the time they enter into their Agreements. All fees paid to the Firm for investment advisory services are separate and distinct from the expenses charged by mutual funds to their shareholders and the product sponsor in the case of variable insurance products. These fees and expenses are described in each fund's or variable product's prospectus. These fees will generally include a management fee, other fund expenses, and a possible distribution fee. If the sponsor also imposes sales charges, a client may pay an initial or deferred sale or surrender charge. A client could invest in these products directly, without the services of the Firm. In that case, the client would not receive the services provided by the Firm which are designed, among other things, to assist the client in determining which products or services are most appropriate to each client's financial condition and objectives. Accordingly, the client should review both the fees charged by the product sponsor and the fees charged by the Firm to fully understand the total fees to be paid.

As a retail investor, you may ask a financial professional the following questions to start a conversation about the impact of fees and costs to your investments: "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?"

It is important to note that 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 as well as material risks that are associated with our investment strategies. When we act as your investment adviser, we have to act in your best interest and not put our interests 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. Employees of Klostern and their family members are not expected to have accounts ("Employee Accounts") that invest in the same securities that are recommended to clients. Such a practice, including if Employee accounts were managed by Klostern, would present inherent conflicts of interest, such as employees: 1) trading before clients (i.e., front-running), and/or 2) receiving a better allocation or price than clients. To address and mitigate potential conflicts of interests associated with personal trading, should they arise in the future, Klostern has developed written policies and procedures to help ensure that Employee Accounts are not favored over other clients' accounts. In addition, employees should not purchase or sell individual securities held in Klostern's investment strategy unless it is through an Employee Account managed by Klostern, or in limited circumstances, if the transaction is pre-cleared by the CCO. The CCO monitors employee trading, relative to client trading, to ensure that employees do not engage in improper transactions. Under certain circumstances an employee might invest in a security that is not considered suitable for client accounts because of size, liquidity, or other factors. A change in these factors could result in the security becoming more suitable for clients, but the CCO might not allow the security to be purchased for client accounts in order to avoid even the appearance of employees trading ahead of clients.

Q. "What are your legal obligations to me when acting as my investment advisor? How else does your firm make money and what conflicts of interest do you have?"

When we act as your investment adviser, we must act in your best interest and not put our interests ahead of yours. At the same time, the way we make money may create some conflicts with your interests. You should understand and ask us about these conflicts because they can affect the investment advice we provide you.

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

To address and mitigate potential conflicts of interests, Klostern has developed written policies and a Code of Ethics. We will notify you in case additional conflicts ever arise. Refer to our Form ADV Part 2A via the following link: <https://adviserinfo.sec.gov/firm/brochure/285582> to help you understand what conflicts exist.

Q. How do your financial professionals make money?

Klostern Capital LLC's compensation for investment professionals is based on individual arrangements with each employee. Our Advisors may receive a fixed salary, a variable compensation based on their assets under management and the advisory fees charged to our clients or a combination of both.

ITEM 4. DISCIPLINARY HISTORY

Q. Do your financial professionals have legal or disciplinary history?

No. Klostern Capital LLC is not aware of any legal or disciplinary events applicable to our financial professionals. Please to visit Investor.gov/CRS for a free and simple search tool to research you and your financial professionals.

***As a retail investor, you may ask a financial professional the following question to start a conversation:
As a financial professional, do you have any disciplinary history? For what type of conduct?***

ITEM 5. ADDITIONAL INFORMATION

You can find additional information about your investment advisory services and request a copy of the relationship summary by contacting us at (305) 907-3421 or at jra@klostern-capital.com. You can also find additional information about Klostern on the SEC's website at www.adviserinfo.sec.gov.

As a retail investor, you may ask a financial professional the following question to start a conversation about contacts and complaints: "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?"