

Passive Management, LLC

Customer Relationship Summary (Form CRS)

March 22, 2024

Passive Management, LLC is an investment adviser registered with the United States Securities and Exchange Commission. As such, we provide advisory services rather than brokerage services. Brokerage and investment advisory services and fees differ, and it is important for you, our client, to understand the differences. Free and simple tools are available to research firms and financial professionals at <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 to me?

Our investment advisory services include portfolio management for individuals and small businesses. We do not use “wrap programs” or other mass distribution programs.

- **Account Monitoring:** If you open an investment account with our firm, as part of our standard service we will monitor your investments on regular basis. All accounts are reviewed with you by your assigned adviser at least annually or as agreed upon with you. The reviews focus on consistency of portfolio investments with investment objectives and risk tolerances.
- **Investment Authority:** We manage investment accounts on a discretionary basis. This means that we will decide which investments to buy or sell for your account. You may limit our discretionary authority (for example, limiting the types of securities that can be purchased or sold for your account) by providing our firm with your restrictions and guidelines in writing.
- **Investment Offerings:** We do *not* offer advice only with respect to proprietary products nor do we provide investment advice only with respect to limited types of investments.
- **Account Minimums:** We do not require a minimum dollar amount to open and maintain an advisory account.

Conversation starters: We encourage you to ask your finance advisor these key questions:

- 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?

Additional information regarding our services, fees and other disclosures can be found [here](#) by viewing our Form ADV Part 2A Brochure.

What fees will I pay?

Our annual fee for portfolio management services is 2% based on the market value of your assets under our management. Fees are billed monthly in arrears.

Other fees and costs: Clients are responsible for the payment of all third-party fees (e.g. custodian fees, annual retirement account fees, transaction fees etc.). Those fees are separate and distinct from the fees and expenses charged by Passive Management.

For additional information, refer to our Form ADV Part 2A, Items 4 and 5.

Please note, 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.

Conversation starters: We encourage you to ask your finance advisor these key questions:

- 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. For example, as an investment adviser that charges an asset-based fee, the more assets there are in a clients advisory account, the more the client will pay in fees, and the Firm could therefore have an incentive to encourage the client to increase the assets in his or her account.

Conversation starter: Please feel free to ask us questions, such as: “How might your conflicts of interest affect me, and how will you address them?”

For additional information, refer to our Form ADV Part 2A, Items 4 and 10.

How do your financial professionals make money?

The financial professionals servicing your account(s) are compensated by salary and bonus. Our financial professionals do not receive commissions.

Do we or our financial professionals have legal or disciplinary history?

No. Visit investor.gov/CRS for a free and simple search tool to research any of our financial professionals.

Conversation starter: Please feel free to ask us: “As a financial professional, do you have any disciplinary history? For what type of conduct?”

Where is additional information available?

You can find additional information about our investment advisory services [here](#), and request a copy of the relationship summary by calling us at (212) 618-1416.

Conversation starter: Please feel free to ask us:

- 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?