

Arlington Capital Management Customer Relationship Summary – Form ADV Part 3

March 18, 2024

Introduction

Our firm, Arlington Capital Management, Inc., is registered with the Securities and Exchange Commission as an investment adviser. Brokerage and investment advisory services and fees differ, and it is important for investors to 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.

Our Form ADV Part 2A Firm Brochure is available at <https://adviserinfo.sec.gov/firm/summary/114801>.

What investment services and advice can you provide me?

We offer Wealth Management Services and ongoing Investment Management Services to retail investors. These are both standard offerings, although they each have a different fee structure.

Wealth Management Services: We provide a suite of services that address Investment Management (as described below), Wealth Enhancement, Wealth Transfer, Wealth Protection, and Charitable Giving.

Investment Management Services: We will create and manage your assets in a portfolio model that we believe is most appropriate for your situation. The portfolio model will include at least one of our growth or income strategies. We manage accounts on a discretionary basis, meaning that we will place trades in your account without asking permission beforehand. We also offer non-discretionary services for certain types of accounts, for example, 401(k)'s. In these situations, we will make recommendations to you, but you will ultimately be responsible for effecting the purchase or sale of investments.

We have no specific minimum relationship size for our Wealth Management Services. For our Investment Management Services, we recommend a minimum relationship size of \$500,000. You can find additional information about our advisory services in Item 4 of our Firm Brochure.

Conversation Starter - 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 fees will I pay?

You will pay an ongoing quarterly fee based on the value of the investments in your accounts. You will also pay separate custodial and transaction fees. Some investments, such as ETFs, mutual funds, and private placements, incur indirect fees that will reduce the value of your investments over time.

The more assets you have in your advisory account, the more you will pay us. We, therefore, have an incentive to increase the value in your advisory account to increase our fees. You will pay fees and costs whether you make or lose money on your investments. Fees and expenses 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. You can find additional information about our fees in Item 5 of our Firm Brochure.

Conversation Starter - Ask your financial professional:

- Help me understand how these fees and costs might affect my investments. If I give you \$1,000,000 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 a responsibility 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 more assets there are in your advisory account, the more you will pay in fees, and the firm may, therefore, have an incentive to encourage you to increase the assets in your account.
- In recommending a real estate Delaware Statutory Trust (DST), we have a conflict of interest because we will charge the agreed investment advisory fee on the amount invested in the DST. By recommending clients move assets from real estate to a DST, we increase our overall compensation.

Conversation Starter - Ask your financial professional:

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

You can find additional information about our conflicts of interest in Item 10 of our Firm Brochure.

How do your Financial Professionals Make Money?

Our financial professionals are compensated through a combination of salary and bonus. Salary, in some cases, is tied to the amount of client assets that the professional manages and services. Bonuses are discretionary and reflect the overall success of the firm and the individual. Our financial professionals receive no product sales commissions or other forms of payment.

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

Yes. Visit Investor.gov/CRS for a free and simple search tool to research our firm and our financial professionals.

Conversation Starter - 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 information about our firm's investment advisory services on the SEC's website at www.adviserinfo.sec.gov by searching CRD #114801. You may also contact our firm at (847) 670-4030 to request a copy of this relationship summary and other up-to-date information, or visit our website at arlington-wealth.com.

Conversation Starter - Ask your financial professional:

- 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?