

## Form CRS – Client Relationship Summary

### Introduction

The Cavanaugh Group, Inc. is an investment advisor registered with the Securities and Exchange Commission. Brokerage and Investment Advisory services and fees differ. It is important for the *retail investor* to understand the differences.

There are free and simple tools available to research firms and financial professionals at [Investor.gov/CRS](https://www.investor.gov/CRS).

### What investment services and advice can you provide me?

The Cavanaugh Group offers investment advisory services to *retail investors* for an ongoing asset-based fee, based on the value of cash and investments in your account at the end of each calendar quarter. Our advisor services include tailored portfolio asset management utilizing a majority of large-cap, publicly traded securities tailored to comply with our perceived client's goals and objectives.

We constantly monitor the securities in your account by reviewing items that include investor relations materials, analysts conference calls and public filings. This is all part of your standard services.

Our accounts are managed on a discretionary basis which means we don't need to contact you when buying or selling in your account. You have signed an investment management agreement giving us this authority. This agreement will remain in place until you or we terminate our relationship. For our few non-discretionary clients, the *retail investor* makes the ultimate decision regarding the purchase or sale of investments.

The Cavanaugh Group has no requirements for opening or maintaining an account as we are no longer taking new accounts.

Additional information about our advisory services is located in our Firm Brochure which was given to you at the time you opened your account and a new updated copy can be obtained at any time upon request.

### Questions to ask us:

- 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?

Fees and costs affect the value of your account over time. Please ask your adviser to give you personalized information on the fees and costs that you will pay. You will be charged an ongoing fixed fee that is calculated annually and then collected on a quarterly basis based on the value of the investments and cash in your account at the end of each calendar quarter. Our standard fees are 1% annually for accounts \$5 Million and under. For accounts over \$5 Million the fee schedule is as follows:

First \$5 Million	1.00%
Next \$5 Million	.80%
Next \$10 Million	.65%
Over \$20 Million	.35%

Conflicts of interest can arise as the more assets there are in a *retail investor's* advisory account, the more a *retail investor* will pay in fees, and the firm may therefore have an incentive to encourage the *retail investor* to increase the assets in his or her account.

The broker-dealer (custodian) that holds your assets can charge you a transaction fee when we buy or sell an investment for your account. Some investments, such as mutual funds charge additional 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 understand what fees and costs you are paying. Additional information about our fees is located in our Firm Brochure given to you at the time you opened your account and a new updated copy can be obtained at any time upon request.

**Question to ask us.**

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 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. Additional information about our conflicts of interest can be found in our Firm Brochure given to you at the time you opened your account and a new updated copy can be obtained at any time upon request.*

**Question to ask us.**

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

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

The firm's revenue is from advisory fees that we collect from your accounts each quarter. Our investment manager responsible for your accounts is the owner of the firm and receives distributions from the company from the fees the firm earns from advisory services. Other professionals receive an annual salary from those fees.

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

Yes.

*Search Tool:* You can visit [Investor.gov/CRS](https://www.investor.gov/CRS) for a free and simple search tool to research our firm and financial professionals.

**Question to ask us.**

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 website at [www.adviserinfo.sec.gov](https://www.adviserinfo.sec.gov) by searching CRD#105931. You may also contact our firm at (410) 241-0084 and speak to Dan Keith, your portfolio manager directly. Dan Keith is your primary contact person. Dan is the owner and representative of The Cavanaugh Group, Inc.