

Sovereign Legacy Securities, Inc.

Client Relationship Summary (“Form CRS”)

May 19, 2022

Sovereign Legacy Securities, Inc. (“SLS”) is registered with the Securities and Exchange Commission (SEC) and the Financial Industry Regulatory Authority (FINRA) as a broker-dealer. Brokerage and investment advisory services and fees differ, and you need to understand the differences. This Client Relationship Summary provides details about our brokerage services, fees, and other important information.

Free and simple tools are available for investors to research firms and financial professionals at www.investor.gov/CRS. You can also find educational materials about broker-dealers, investment advisors, and investing here.

WHAT INVESTMENT SERVICES AND ADVICE CAN YOU PROVIDE ME?

- The services we provide include buying and selling securities and recommending investments to retail investors. Our principal services include direct application business in variable annuities and mutual funds held directly with the product sponsor. The costs for these services are determined by the product sponsor. We do not charge a fee in addition to the carrier or issuer fee.
- We do not have minimum account size or minimum investment requirements for opening an account, however, we may recommend some investments that may require a minimum investment amount.
- We do not provide ongoing monitoring of your account; however, our financial professionals may voluntarily review your account on a periodic basis for purposes of providing buy, sell or hold recommendations.
- We may recommend investments, or you may select them, but the ultimate decision regarding an investment strategy or the purchase or sale of an investment will be yours.
- While we will ask about your income, other assets and investments as part of our compliance obligations, we are not preparing a financial plan for you.
- It is important to understand our products and services are limited as there are other investment products which we do not offer that may benefit your portfolio.

Here are some questions you can ask to start a conversation with your financial professional:

- *Given my financial situation, should I choose a brokerage 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?

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.

- The fee you pay is based on the specific transaction and not on the value of your account.
- The fees are determined by the mutual fund or annuity carrier, not Sovereign Legacy Securities, Inc.
- With mutual funds, a fee typically called a load, reduces the value of your investment. For many securities products, there are on-going fees (such as management fees, operating expenses, or mortality and expense charges) built into the cost of the product that you pay indirectly to the product issuer. The product issuer in turn often pays us part of these fees as an on-going commission, such as a “12b-1 fee”. For variable annuities and variable insurance products, the product issuer generally pays us a commission based on deposits into your annuity or insurance product. Securities products may also charge you direct fees based on actions you take, such as deferred sales charges and redemption fees, reducing the value of your investment.
- Sovereign Legacy Securities, Inc. does not charge you additional fees such as custodian fees, account maintenance fees, and account inactivity fees.
- **For further information please refer to the product prospectus.**

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Here are some questions you can ask to start a conversation with 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 PROVIDING RECOMMENDATIONS? HOW ELSE DOES YOUR FIRM MAKE MONEY AND WHAT CONFLICTS OF INTEREST DO YOU HAVE?

When we provide you with a recommendation, we must act in your best interest and not put our interest ahead of yours. Regulation Best Interest (“Reg BI”) requires broker-dealers and their Financial Professionals to act in the best interest of a retail customer (“you”) and place your interests ahead of all others when making a recommendation of any securities transaction or investment strategy involving securities, including account recommendations and rollover/transfer of assets. 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 recommendations we provide you. Here is an example to help you understand what this means.

- Certain products, such as mutual funds and variable annuities, include continuing payments to us known as a “trail”. We could have an incentive to recommend investment products that include trails, even if other investments available to you have lower costs or may perform better.
- **For further information please refer to the product prospectus.**

Here is a question you can ask to start a conversation with your financial professional:

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

HOW DO YOUR FINANCIAL PROFESSIONALS MAKE MONEY?

Financial professionals are compensated by product sales commissions as determined by the mutual fund, annuity, insurance carrier and direct placement issuer. Some products pay a higher commission than others; therefore, your financial professional has a conflict of interest to recommend a product that pays higher compensation. This commission will vary based on the type of product and the product issuer.

DO YOU OR YOUR FINANCIAL PROFESSIONALS HAVE LEGAL OR DISCIPLINARY HISTORY?

- No. Visit www.investor.gov/CRS for a free and simple search tool to research us and our financial professionals. For additional information about our brokers visit <https://brokercheck.finra.org/>

Here is a question you can ask to start a conversation with your financial professional:

As a financial professional, do you have any disciplinary history? For what type of conduct?

ADDITIONAL INFORMATION

- You may request a copy of the Form CRS Relationship Summary by contacting your investment professional or Sovereign Legacy Securities, Inc. at (910)692-8271 or email: jwestbrook@slsecuritiesinc.com

Here are some questions you can ask to start a conversation with your financial professional:

Who is the primary contact person for my account? Is he or she a registered representative of a broker-dealer? If I have concerns about how this person is treating me, who can I talk to?