

Form ADV Part 3: Form CRS (Customer Relationship Summary)

May 31, 2024

Introduction

Bosun Asset Management, LLC ("Bosun Asset Management," the "Firm," "we," "us," or "our") is an investment adviser registered with the United States Securities and Exchange Commission ("SEC"). Brokerage and investment advisory services and fees differ, and it is important for you to understand the differences. Free and simple tools are available to research firms and financial professionals at [Invest.gov/CRS](https://www.invest.gov/CRS), which also provides educational materials about broker-dealers, investment advisers, and investing.

Relationships and Services

What Investment Services and Advice Can You Provide Me?

Bosun Asset Management offers investment advisory services to private, pooled investment vehicles (the "Funds"), separately managed account clients ("SMA Clients") and high-net-worth-individuals, trusts and estates, foundations, and charitable organizations ("Advisory Clients," or "Clients"). Our standard investment advisory services generally include daily portfolio monitoring. Investing in a Fund or opening an account with us as an SMA or Advisory Client is typically subject to minimums of \$500,000 for fund subscriptions or \$2,000,000 for managed account or advisory services, as applicable, but we may waive or modify this at our discretion.

Bosun Asset Management is an asset management firm that seeks to specialize in developing and implementing innovative, bespoke trading strategies primarily focused on equities in an effort to generate income and enhance investment returns for our Clients. We believe that experience is key, and that active management can reduce the risk of capping upside performance of portfolio holdings. We seek to manage options positions dynamically, balancing risk and opportunity, in our endeavor to unlock untapped value for our Clients.

While managing an SMA, we generally provide discretionary advisory services pursuant to an executed Investment Advisory Agreement and the written investment objectives or guidelines contained within the applicable Investment Policy Statement ("IPS") customized with the SMA. Our SMA services focus primarily on managing covered-call writing programs in securities owned by the Client. Our Advisory Client services may be discretionary or non-discretionary and take a long-term approach to asset allocation in accordance with the investment objectives and restrictions contained in the Advisory Client's Investment Advisory Agreement.

For more information about our services, please see Items 4 and 7 of our Firm Brochure.

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?

Fees, Costs, Conflicts, and Standard of Conduct

What Fees Will I Pay?

The Firm is compensated for its investment advisory services by a percentage of assets under our management, taking into account the number of positions or accounts a Client has under our management. Subject to the terms of the applicable governing documents, such fees are generally charged monthly or quarterly in arrears, based on the month end or quarter end value of assets, and are automatically deducted pursuant to Client authorization. The fees below represent the typical advisory fees charged to our SMAs. Such advisory fees are not all-inclusive, and Clients may be charged other fees for additional services.

Annual Fee Schedule for Actively Managed Covered Call Strategy, Using American Style Listed Options On Securities Custodied in Northern Trust Securities Accounts

		Portfolio Value		
		\$2,000,000 - \$5,000,000	\$5,000,000 - \$15,000,000	Over \$15,000,000
Number of Positions Managed Per Account	1 - 3	1.75%	1.50%	1.25%
	4 - 10	2.00%	1.75%	1.50%
	11 +	2.50%	2.25%	2.00%

We reserve the right to reduce, waive, or negotiate our advisory fees at our discretion. Clients are advised that the fees shown above will likely vary depending on their custodians, and are for reference only if they prefer another custodian.

Advisory Clients are generally subject to a percentage-based fee for discretionary advisory services and a fixed fee for non-discretionary advisory services.

The more assets you have in the advisory account, including cash, the more you will pay us. We therefore have an incentive to increase the assets in your account in order to earn more 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 make sure you understand what fees and costs you are paying. For additional information, please see Items 4-6 of our Firm Brochure.

Conversation Starter

- 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 must 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.

Bosun Asset Management is subject to certain material conflicts of interest. We may make money from the services we provide to you by recommending proprietary products that are issued, sponsored, or managed by us. To the extent that the compensation we receive is more than what we would have otherwise received if you participated in another investment product, we have a financial incentive to recommend our proprietary products over other comparable programs or services that may cost you less. We will notify you in any such instance so that you can make an informed decision.

We engage in a broad range of activities, including investment activities for own accounts and other Clients. Client interests, from time to time, may conflict with our interests, such as where Clients are subject to different objectives or fees. We recognize that we must treat all Clients fairly and refrain from favoring our interests or those of one Client over yours. This may be tempered by the fact that losses will reduce assets in your account and thus the fees earned.

We may also receive indirect compensation in connection with the services we provide through our receipt of soft dollar benefits. Soft dollars are generally used to describe arrangements in which we use a portion of Client commissions to pay for research or other products or services that we have determined are beneficial to us in the management of Client accounts. Therefore, we have an incentive to select or recommend a broker-dealer based on our interest in receiving the research or other products or services, rather than on our Clients' interest in receiving most favorable execution.

Conversation Starter

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

How do your financial professionals make money?

Our personnel are eligible for variable cash and non-cash compensation based on individual performance and the Firm's profitability.

Disciplinary History

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

No. Visit <https://www.investor.gov/> for a free, simple search tool to research us and our financial professionals.

Conversation Starter

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

Additional Information

For additional information on our advisory services, please visit us at www.bosunam.com. If you have questions, need additional up-to-date information, or would like another copy of this Client Relationship Summary, please contact us at 202-468-8007 or by email at mbrodsky@bosunam.com.

Conversation Starter

- 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?

