

July 30, 2024

Masterworks Advisers, LLC Customer Relationship Summary (Form CRS)

Masterworks Advisers, LLC (the “**Adviser**,” “**we**,” “**us**” and similar terms) is an investment adviser registered with the Securities and Exchange Commission. 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 help you research firms and financial professionals at www.investor.gov/CRS, which also provides educational materials about investment advisers, broker-dealers and investing.

What investment services and advice can you provide me?

We provide two types of services to individual clients who have indicated interest in art investment offerings (“**Art Investments**”) sponsored by Masterworks, LLC, and its affiliates (collectively, “**Masterworks**”). Masterworks owns, operates, and manages the Masterworks.com online platform, including mobile applications and related URLs (the “**Masterworks Platform**”). There are important differences in the two types of services we provide, which are outlined as follows.

Non-discretionary Services: We provide you with advisory services primarily on a single telephone call, however the duration of our advisory relationship will last for a 30 day period. This advisory relationship is limited in scope and duration and is significantly different from a traditional relationship with an investment adviser. We do not monitor your investments or provide advisory services after the 30 day period, unless you specifically request a follow-up conversation. We do not have discretion or authority to make investments on your behalf. You make the ultimate decision whether or not to invest in Art Investments. We provide non-discretionary advice on investment in single artwork offerings, pooled and co-investment vehicles, and curated “**Bundles**” that invest in underlying “**Single Artwork Investments**”.

Ongoing and Discretionary Services: By enrolling in a recurring investment plan (“**Art Investment Plan**”), we provide you with continuous advice and recommendations for ongoing investment in Single Artwork Investments that align with your investment risk tolerance. We have discretion and limited power of attorney to execute transactions on your behalf, on a monthly basis, at amounts that you select. You make the ultimate decision whether or not to enroll in an Art Investment Plan and you can cancel your enrollment in the Art Investment Plan at any time.

We do not offer or provide advice or recommendations on any asset class other than art or with respect to any financial products other than those available on the Masterworks Platform. However, we do have Endorsement Agreements in place to receive compensation for referring prospective clients and investors to unaffiliated third-party investment advisers when doing so may be beneficial. Investments in the Masterworks offerings are subject to certain minimum investment amounts, which may be waived in Masterworks’ discretion. ***For additional information, please see our Form ADV Part 2A brochure (Items 4 and 7).***

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 is your relevant experience, including your licenses, education and other qualifications? What do these qualifications mean?
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What fees will I pay?

You will pay advisory fees for the services you receive regardless of the type of services we provide to you. Advisory fees will differ between discretionary and non-discretionary clients, however they will both follow a tiered structure that is based on investment amounts. In addition to advisory fees, you will also incur fees at the investment vehicle level. Masterworks earns fees and reimbursement of costs from issuers of financial products, which may include fees and costs for sourcing and financing the acquisition of artwork, providing administrative services, and for performing investment advisory services for issuers of diversified art investments. Masterworks also earns a share of the profit from artwork investments.

Fees, costs and profits interests, which are paid to Masterworks in the form of a combination of cash and securities, will dilute your ownership in the artwork underlying Masterworks issuers and reduce your overall returns on investment. You will pay fees

and costs whether you make or lose money on your investments. Please make sure you understand what fees and costs are charged by Masterworks. ***For additional information regarding fees earned by Masterworks, please refer to the applicable offering materials available on the Masterworks Platform at www.masterworks.com or see our Form ADV Part 2A brochure (Item 5).***

Ask your financial professional:

- Help me understand how these fees and costs will 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?
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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 fact that we are a subsidiary of Masterworks and offer advice solely with respect to Masterworks financial products creates inherent conflicts with your interests. You should understand and ask us about these conflicts because they affect the investment advice we provide you. Here are some examples of conflicts of interest to help you understand what this means.

- We only provide advice with respect to Masterworks financial products, so we do not consider whether there may be other financial products available that might represent a better investment for you.
- We receive substantially all of our compensation from Masterworks and Masterworks' fees are correlated to investments made into Masterworks offerings, so we have conflicts of interest in recommending Art Investments and lack the independence of other investment professionals that offer investment advice across a broad range of asset classes and investments.
- We provide advice on offerings by co-investment vehicles that use the proceeds of such offerings to buy securities in secondary transactions directly from our Masterworks affiliate.
- All of our managers, officers and employees are under common control with Masterworks.

For additional information, please see our Form ADV Part 2A brochure (Items 5, 6, 7 and 11).

Ask your financial professional:

- How might your conflicts of interest affect me, and how will you address them?
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How do your financial professionals make money?

Our financial professionals are paid a fixed salary and benefits, and also may be paid incentive compensation or a discretionary bonus based on a range of different factors. Our financial professionals are occasionally awarded gifts, awards, prizes or other incentives based on the number of client calls they have, the duration of client calls, or other factors. None of our financial professionals are compensated based on your investment in any Art Investment, nor do they earn sales commissions.

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

Yes. Certain of our investment professionals are required to disclose disciplinary information on their FINRA Form U4, even those that predate their affiliation with us. We have also disclosed firm-level required information in our Form ADV Part 1, Item 11. You may visit investor.gov/crs for a free and simple search tool to research us and our investment adviser representatives

Ask your financial professional:

- As a financial professional, do you have any disciplinary history? For what type of conduct?
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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 #324239. You may also contact our firm at (929) 203-9345 if you would like additional, up-to-date information or a copy of this relationship summary.

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?
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