

## Quantca Financial LLC

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Form CRS: Customer Relationship Summary  
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### 1. Introduction

Quantca Financial LLC ("Quantca Financial") is a registered investment adviser with the U.S. Securities and Exchange Commission (SEC). This document is designed to help you understand what makes Quantca Financial unique and to decide if our services align with your financial goals. Inside, you'll find key "conversation starters" to help clarify the services we offer, our fee structure, and our qualifications. Registration with the SEC or state authorities does not imply a certain level of skill or training. It's important to understand the differences between investment advisory and brokerage services, including their fees. We encourage you to use the free resources available at [Investor.gov/CRS](https://Investor.gov/CRS) for research and educational materials about investment advisers, broker-dealers, and investing in general.

### 2. What investment services can you provide me?

At Quantca Financial LLC, we offer investment advisory services that are composed of a suite of algorithmic investment models that may automatically trade stocks, bonds and ETFs in client accounts. Clients may choose which model is in alignment with their risk tolerance and investment objectives. Our accounts feature fully discretionary, automated, and passive investment management services. Our services are available to retail clients, accredited and qualified investors, entities, and companies or institutions.

#### Investment Advisory Services:

- **Investment Account Management:** We specialize in providing automated investment portfolios that are constructed based on mathematics and historical probability. Our services span from fixed portfolio holding to automated market timing.

#### Key Features of Our Services:

- **Discretionary Management:** By granting us discretionary authority over your investment accounts, you empower Quantca Financial to make investment decisions on your behalf. This allows for portfolio adjustments and implementation of strategic investment moves without the need for prior approval on every transaction. In general, this discretionary management is automatically executed through our algorithmic investment models. However, Quantca reserves the right to manually interfere with the automated models if needed. This would typically be to manage software updates and to keep the execution of client accounts in alignment with the intent of the models.

- **Transparency and Communication:** We believe in maintaining a transparent relationship with our clients. You will receive regular updates and reports on your portfolio's performance.
- **Minimum Investment Requirements:** We aim to make our services accessible to a broad range of clients, including those just beginning their investment journey. Minimum investment requirements may vary depending on the specific services and strategies selected, but in general clients can get started with a little as \$2500.
- **Custody:** Quantca Financial does not hold custody of client funds or securities, except that advisory fees are automatically deducted through the prime broker (a qualified custodian). When using Quantca's advisory services, clients setup their own account through a compatible broker and maintain the ability to liquidate or move their own funds directly through the broker. All funding of client accounts is done directly between the client and the compatible broker, and Quantca does not accept payments or securities to fund client accounts.

### Conversation Starters:

- What is your relevant experience, including your licenses, education and other qualifications? What do these qualifications mean?
- Given my financial situation, should I choose an investment advisory service? Why or why not?
- How will you choose investments to recommend to me?

### 3. What fees will I pay?

Clients are charged a percentage of assets under management fee that varies by investment model. This fee varies from 0.39% to 2% annually. Fees are calculated using the average daily balance in the client account and charged monthly or quarterly. For more information, see our firm brochure.

Fees are subject to change with notice and current fees will always be available at Quantca.com. Quantca's current product offering and fee structure is a 0.39% annual fee for clients that select the YieldSmart lowest risk/reward model, or a 2% annual fee for clients that select other risk/reward models. In addition to a 2% annual fee, qualified and accredited investors that choose a model exclusively for qualified and accredited clients are charged a performance based fee quarterly when portfolio performance exceeds the relevant benchmark. Performance based fees are 20% of proceeds in excess of the benchmark performance. For instance if the benchmark is the S&P500 and the S&P500 returned 10%, while your qualified account returned 15%, performance in excess of the benchmark would be 5% (15%-10%) and the performance fee would be the dollar equivalent of 1% (20% of 5%).

Other fees: If your account trades ETFs, ETFs charge expense ratios that represent the cost of the ETF fund. These fees vary by ETF and the allocation in your investment account. Quantca does not receive any form of compensation from these expense ratios. Trade execution will also be charged transaction costs by the brokerage. The nature of our algorithmic execution may hold assets for less than a year, which has a different tax liability from assets held more than a year. For more information consult a tax professional.

Regardless of whether your investments earn or lose money, you will incur fees, which will decrease your investment returns over time. It's important to be aware of and understand these fees. Additional information is available in our firm brochure.

**Conversation Starters:**

- Help me understand how these fees and costs might affect my investments. If my brokerage account has \$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 when acting as my investment adviser? How does your firm make money and what conflict of interest do you have?**

- In providing recommendations, our duty is to prioritize your interests above ours. Simultaneously, the way we make money creates some conflicts with your interests. You should understand and ask about these conflicts because they could impact the recommendations you are provided. Here are some examples to help you understand what this means:
  - Quantca makes money by charging a % of assets under management. This means that it is in Quantca's interest to have clients participate in products that have higher fees.
  - Quantca may receive compensation for clients introduced to brokers. Quantca's compatible brokers are based on 3<sup>rd</sup> party software compatibility for algorithmic model execution.
  - Quantca and its officers may trade its own automated models, or test new models. When this is done, our trades are executed through 3<sup>rd</sup> party software in an algorithmic/automated manner that does not prioritize the execution of trades. There are also edge cases where an appearance of a conflict may exist based on varying strategy behavior of different algorithmic models. For more information, see our firm brochure.

**How do your advisers make money?**

- Our investment advisory services are automated algorithmic models executed by software. This means that we do not employ advisers to give investment advice.

**Conversation Starters:**

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

**4. Disciplinary History – Do you have legal or disciplinary history?**

There is no legal or disciplinary history for Quantca Financial or its staff.

**5. Additional Information**

For more details on our services, visit our website, review this form and our firm brochure (Form ADV). Should you require further information, you may also contact us through our website, Quantca.com.