

RELATIONSHIP SUMMARY¹ FOR RETAIL INVESTORS

BAC Florida Investments Corp. (BFI, we, our, us, the firm) is a full-service broker-dealer registered with the United States Securities and Exchange Commission (SEC), and a member of the Financial Industry Regulatory Authority (FINRA) and the Securities Investors Protection Corporation (SIPC). Through BFI, you will establish a brokerage relationship and a brokerage account. Brokerage and investment advisory services and fees differ, and it is important for you, the retail investor, to understand the differences. By visiting investor.gov/CRS, you have access to free and simple tools to research firms and financial professionals, as well as educational material about broker-dealers, investment advisors and investing.

WHAT INVESTMENT SERVICES AND ADVICE CAN YOU PROVIDE ME?

As a broker-dealer BFI can recommend and effect securities transactions for you, including buying and selling securities in your brokerage account, with your approval. Any advice provided by BFI regarding your brokerage account is solely incidental to its conduct as a broker-dealer and will be made in a broker-dealer capacity, and not in an investment advisory capacity. We have an obligation to ensure each recommendation is in your best interest. You may accept or reject any recommendation. The securities products and services we make available to retail investors in their brokerage accounts include: Equities, Fixed income products, Exchange Traded Funds, Mutual Funds, Options, Currencies, Structured Products, Money Market Mutual Funds, Purpose (margin) and Non-purpose lending. BFI offers its securities products and services through Financial Professionals who are Registered Representatives (RRs) of the firm. To become registered, these Financial Professionals must pass qualifying exams administered by FINRA. Please visit brokercheck@finra.org for more information on your RRs qualifications.

Account Monitoring: Brokerage services do not include ongoing account monitoring. There is no “hold” recommendation unless made explicitly and in writing. It is your responsibility to monitor the investments in your brokerage account, and BFI encourages you to do so regularly. We do not commit to provide on-going monitoring of your brokerage account.

Limitations on Investment Recommendations: We offer a wide array of investment products with some limitations. In addition to Fixed Income products, BFI offers and recommends investment products only from investment sponsors with which BFI has entered into a selling and/or distribution agreement. Other firms may offer products and services not available through BFI.

Account Minimums: BFI does not require minimum account sizes or requirements to maintain an account, although some of the investments you can purchase through us have minimum investment requirements. For additional information on brokerage products and services provided, please contact your RR, refer to www.bacinvestments.com, or reach us by email at brokerageservices@bacflorida.com.

Questions to ask your RR

- *“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?

In a brokerage account, each time you buy or sell a security, you will typically pay a scheduled commission, mark up or mark down, or sales charge, as applicable per transaction. In addition to transaction-based costs, retail clients should expect to pay fees such as an Account Maintenance servicing fee, 12b-1, trailer or retrocession fees associated with certain mutual funds and money market mutual funds, custodial services fees, fees associated with credit cards, and other operational related fees. Because of this pricing structure, BFI and your RR usually benefit more when you place trades more often. You will pay transaction costs and other fees whether you make or lose money on your investment and these transaction costs and fees will reduce any amount of money you make on your investment over time. For

¹ This Relationship Summary is effective as of June 30, 2020

more information about the fees, costs and conflicts of interest associated with our brokerage services, please refer to our Client Disclosures document. You may request a copy from your RR, call 305-523-6510 or contact us at brokerageservices@bacflorida.com.

Questions to ask your RR

- *Help me understand how these fees and costs might affect my investments. If I give you \$10,000.00 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. At the same time, the way we make money inherently creates some conflicts with your interests. You should understand and ask us about these conflicts because they can influence the recommendations that we provide you. Here is an example to help you understand what this means.

Third-party payments: BFI receives compensation from third parties when it recommends certain investments. BFI shares a portion of this compensation with RRs. For example, when a RR recommends that you purchase a specific mutual fund compared with another product, keep in mind that both BFI and the RR each receives a portion of the retrocession fees the mutual fund company pays BFI. Therefore, a conflict of interest exists when either BFI or the RR recommends the mutual fund with the higher payout as the firm and RR create extra revenue by recommending the higher fee product vs an alternative investment. For additional detail regarding sources of revenue and conflicts of interest, see the firm's Client Disclosures document.

Questions to ask your RR

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

HOW DO YOUR FINANCIAL PROFESSIONALS MAKE MONEY?

Our RRs generate income from i.) commissions, mark ups/mark downs, or sales charges, as applicable per transaction, and ii.) sharing in ongoing 12b-1 or trailer fees paid to the firm by the product issuer.

For additional details regarding how your RR makes money and conflicts of interest see the firm's Client Disclosures document. You may request a copy from your RR, call 305-523-6510 or contact us at brokerageservices@bacflorida.com.

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

Yes. For more information on the disciplinary history of BFI and your RR please visit: <https://brokercheck.finra.org/>

Questions to ask your RR

- *"As a financial professional, do you have any disciplinary history? If so, for what type of conduct?"*
- *"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?"*

ADDITIONAL INFORMATION

This Relationship Summary for Retail Investors, also called "Form CRS", may change from time to time. We will notify you of any important change in your account statement, and/or in a separate communication. Please visit www.bacinvestments.com/crs to access the online version of this form. You may also request a copy of Form CRS or the Regulation Best Interest Client Disclosures from your RR or contact us at 305-523-6510 or at brokerageservices@bacflorida.com.