

**CW Securities, LLC**  
**Form CRS December 1, 2022**

CW Securities, LLC, a broker-dealer registered with the SEC, FINRA. There are different ways you can get help with your investments. You should carefully consider which types of accounts and services are right for you. Brokerage and investment advisory services and fees differ and that is important to understand the differences. Free and simple tools are available to research firms financial professionals at [www.investor.gov/CRS](http://www.investor.gov/CRS) which also provides educational materials about broker-dealers, investment advisers and investing. This document gives you a summary of the types of brokerage services we provide and how you pay. Please ask us for more information.

**Relationships and Services. *What investment services and advice can you provide me?***

- a. **Given my financial situation, why should I choose a brokerage account: Why or Why Not?**
- b. **How will you choose investments recommended to me?**
- c. **What is your relevant experience, including your licenses, education and other qualifications? What do these qualifications mean?**

The financial professionals are qualified to provide investment services through required regulatory examinations. If you open a brokerage account, you may pay us a **transaction-based fee**, generally referred to as a commission, every time you buy or sell an investment. You may select investments, or we may recommend investments for your account, but the ultimate investment decision as to your investment strategy and the purchase or sale of investments will be yours. We can offer you additional services to assist you in developing and executing your investment strategy and monitoring the performance of your account, but you might pay more. You will receive account statements at least annually from any investment company and/or annuity company with which you have an account. These statements may be delivered either in paper or electronically. We offer a limited selection of investments. Other firms may offer a wider range of choices, some of which may have lower costs.

**Our Obligations to You. *We must abide by certain laws and regulations in our interactions with you.***

- a. **What are your legal obligations to me when providing recommendations?**
- b. **How else does your firm make money and what conflicts of interest do you have?**

We must act in your best interest and not place our interests ahead of yours when we recommend an investment or an investment strategy involving securities. When we provide any service to you, we must treat you fairly and comply with a number of specific obligations. Unless we agree otherwise, we are not required to monitor your portfolio or investments on an ongoing basis. Our interest can conflict with your interests. When we provide recommendations, we must eliminate these conflicts or tell you about them, and in some cases reduce them.

**Fees and Costs. *Fees and costs affect the value of your account over time. Please your financial professional to give you personalized information on the fees and costs you will pay.***

- a. **What fees will I pay?**
- b. **Help me understand how these fees and costs might affect my investments. How much will be invested for me?**
- c. **If I give you \$10,000 to invest, how much will go to fees and costs, and how much will be invested for me?**

Understanding what fees and costs you are paying:

The fee you pay is based on the specific transaction and not the value of your account. 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. With mutual funds, this fee (typically called a "load") reduces the value of your investment. Some investments (such as mutual funds and variable annuities) impose additional fees that will reduce the value of your investment over time. Also, with certain investments such as variable annuities, you may have to pay fees such as "**surrender charges**" to sell the investment. Our fees may vary and may be negotiable. The amount you pay will depend, for example, on how much you buy or sell, what types of investment you buy or sell and what kind of account you have with us. The more transactions in your account, the more fees we may charge you. We therefore have incentive to encourage you to engage in transactions.

**Compare the Typical Advisory Accounts**

CW Securities also offers advisory services through its state of Tennessee registered Investment Advisor. You could also open an advisory account with an investment advisor, where you will pay an ongoing **asset-based fee** that is based on the value of the cash and investments in your advisory account. Features of a typical advisory account include:

Advisors provide advice on a regular basis. They discuss your investment goals, design with you a strategy to achieve your investments goals, and regularly monitor your account. You can choose an account that allows the advisor to buy and sell investments in your account without asking you in advance (a "**discretionary account**") or the advisor may give you advice and you decide what investments to buy and sell (a "**non-discretionary account**").

**Compare the Typical Advisory Accounts**

Advisors are held to a fiduciary standard that covers the entire investment advisory relationship. For example, advisors are required to monitor your portfolio, investment strategy and investments on an ongoing basis. If you were to pay an asset-based fee in an advisory account, you would pay the fee periodically even if you do not buy or sell. You may also choose to work with an investment advisor who provides investment advice for an hourly fee or provides a financial plan for a one-time fee. For an advisor that charges an asset-based fee, the more assets you have in an advisory account, including cash, the more you will pay the advisor. So, the advisor has an incentive to increase the assets in your account in order to increase its fees.

## Compare the Typical Advisory Accounts (continued)

You can receive advice in either type of account, but you may prefer paying:

<b>An asset-based fee</b> if you want continuing advice or want someone to make investment decisions for you, even though it may cost more than a transaction-based fee.	<b>A transaction-based fee</b> from a cost perspective if you do not trade often or if you plan to hold investments for longer periods of time.
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**Conflicts of Interest.** *We benefit from our recommendations to you. When we provide you with a recommendation, we have to act in your best interest.*

- How else does your firm make money and what conflicts of interest do you have?
- How might your conflict of interest affect me, and how will you address them?
- How do your professionals make money?

Some examples to help you understand what this means.

When appropriate and in your best interest based on your investment profile and objectives, our firm and its financial professionals may make extra money by selling certain investments such as insurance products. We may make extra money by selling you certain investments, such as Private Placements, managed by someone related to our firm. Your financial professional may receive more fees if you buy these investments. If in fact, a firm financial professional acts as a Manager of a Private Placement recommended to you, you will be provided full and complete information regarding the compensation arrangement as well as the risks associated with the investment. Our firm does not have any proprietary accounts and/or products. Therefore, we do not buy investments from you and sell investments to you, from an account owned by the firm (called "**acting as principal**").

## Disciplinary History (Firm and Financial Professionals)

- Does the firm have legal or disciplinary history?  
No
- Do your financial professionals have any disciplinary history?, If so, for what type of conduct?  
Yes

Visit [www.investor.gov/CRS](http://www.investor.gov/CRS) for a free and simple search tool to research our firm.

## Additional Information. *We encourage you to seek addition information*

- Who is my primary contact?
- Is he or she a representative of an investment adviser or broker dealer?
- Who can I talk to if I have concerns about how this person is treating me?
- The retail investor can find additional and up-to-date information about the firm's services and request a copy of Form CRS, including a firm contact telephone number.

For additional information about financial professionals and services, visit [www.investor.gov/CRS](http://www.investor.gov/CRS) or <https://brokercheck.finra.org> and your account agreement.

To report a problem to the firm: Contact: Michael E. Cox, CEO and CCO or Call 865-690-9886 or Write CW Securities, LLC, 8870 Cedar Springs Lane, Suite 208, Knoxville, TN 37923

To report a problem to the SEC: Visit [www.investor.gov/CRS](http://www.investor.gov/CRS) or Call the SEC's toll-free investor assistance line at (800) 732-0330 or Write to U.S. Securities and Exchange Commission, Office of Education and Advocacy, 100 F Street NE, Washington, DC 20549-0213

To report a problem to FINRA:

Visit <https://www.finra.org/investors/have-problem/file-complaint/complaint-center> or Call (240) 386-4357 or Write FINRA Investor Complaint Center, 9506 Key West Avenue, Rockville, MD 20850-3329

To report a problem to the Tennessee Department of Commerce & Insurance:

Visit [securities.1@tn.gov](mailto:securities.1@tn.gov) or Call (615) 741-5900 or Write Tennessee Department of Commerce & Insurance, 500 James Robertson Parkway, Davy Crockett Tower, Nashville, TN 37243-0565

## Key questions to ask. *Ask your financial professionals these key questions about our investment services and accounts.*

- Do the math for me. How much would I pay per year for a typical brokerage account?
- What would make those fees more or less? What services will I receive for those fees.
- What additional costs should I expect in connection with my account?
- Tell me how you and your firm make money in connection with my account. Do you or your firm receive any payments from anyone besides me in connection with my investments?
- How often will you monitor my account's performance and offer investment advice?