



FORM CRS

RELATIONSHIP SUMMARY

Effective: January 10, 2023

Paragon Health Capital, LLC (“PHC”) is a broker-dealer registered with the Securities and Exchange Commission (“SEC”). PHC is a member of the Financial Industry Regulatory Authority (“FINRA”) and of the Securities Investor Protection Corp (“SIPC”).

This document provides a summary of the services we offer and the fees we charge.

PHC raises equity and debt capital to advance life changing biotech companies from Series A to pre-IPO capital needs. PHC also provides Paragon Biosciences companies with buy-side and sell-side M&A advisory services.

Free and simple tools are available to research firms and investment professionals at Investor.gov/CRS which also provides educational materials about broker-dealers, investment advisers and investing. Brokercheck.finra.org provides information that includes disciplinary history about member firms and individual registered representatives.

What investment services and advice can you provide me?

Our investment services are offered to a limited number of accredited investors, exclusively through the sale of private placements. A private placement is an offering of securities that is exempt from registration with the SEC and may carry significant risk, which may result in the loss of some or all your investment. Risks may include the inability to sell your investment for cash, a lack of publicly available information on the company issuing the securities, and no guarantee of returns or periodic payments.

We do not offer any other investment products or services to retail investors.

What fees will I pay?

PHC is typically paid a success-based commission by the issuer. Because we are paid a commission, we have an incentive to encourage an investor to invest in a transaction. You may not pay a commission directly to us, but a commission may be paid to us by the issuer from the proceeds of the offering. This commission payment may cause a conflict between your interests and ours.

Fees are paid to us whether investors make or lose money on investments. Please make sure you understand what fees and costs you are paying.

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 have to 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 recommendations we provide you.



Here are some examples to help you understand what this means:

- Our services are limited to a small number of private placement offerings. Other firms can provide a wider range of investment choices, some of which may have lower costs.
- We are paid a transaction-based fee for each investment. This fee is a percentage of the amount of capital invested, and we therefore have an incentive for you to invest more.
- We may offer you investments that contain management fees.
- We may offer you investments in affiliated or related companies.
- We may offer you investments in which an affiliated or related company performs a service, such as a managing the company, or are otherwise compensated for performing services.
- Registered Representatives and other employees of our firm may invest alongside you.
- Affiliated or related companies may participate in the sponsorship, development, management or financing of a project or business funded by an investment we offer you.

How do our financial professionals make money?

PHC may receive a commission from the sale of a private placement we offer you.

PHC may receive a placement fee from the issuer based upon the sale of a private placement to you.

Our financial professionals are compensated with a salary and discretionary bonus and are not paid commissions or fees based upon your investments.

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

No, our firm does not have a legal or disciplinary history, nor do any of our financial professionals currently. Disclosures for our and our financial professionals can be found by going to Investor.gov/CRS.

Additional Information

You can obtain additional information about our services, request a copy of the relationship summary, or direct any other questions or concerns you may have to Kerensa Jimenez via email at kjimenez@paragonhealthcap.com or by phone at 312-847-1356.