

DeMatteo Research, LLC

Client Relationship Summary

April 2021

DeMatteo Research, LLC is registered with FINRA and the Securities and Exchange Commission as a broker-dealer. Brokerage and investment advisory services and fees differ, and it is important for you to understand these differences. Free and simple tools are available to research firms and financial professionals at [Investor.gov/CRS](https://www.investor.gov/crs), which also provides educational materials about broker-dealers, investment advisers, and investing.

WHAT INVESTMENT SERVICES AND ADVICE CAN YOU PROVIDE ME?

We provide non-discretionary brokerage services, executed by us and cleared by our clearing broker and custodian, Interactive Brokers. If you open a brokerage account, you will 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 you will make the ultimate investment decision regarding the investment strategy and the purchase or sale of investments.

We do not monitor the performance of your account. Our services are not limited to any particular security types, and we do not have any minimum balance requirements.

You should ask the broker you work with the following questions:

1. *Given my financial situation, should I choose a brokerage service? Why or why not?*
2. *How will you choose investments to recommend to me?*
3. *What is your relevant experience, including your licenses, education and other qualification? What do these qualifications mean?*

WHAT FEES WILL I PAY?

The principal fees and cost that you will incur are commissions for trading securities. The fee you pay is based on the specific transaction and not the value of your account. With stocks, this fee is usually a separate commission. With other investments, such as bonds, this fee might be part of the price you pay for the investment (called a “**mark-up**” or “**mark down**”). You may also pay to the clearing broker other trading related fees or amounts in addition to our fees, such as margin interest, corporate action charges, foreign exchange fees and others. The more transactions in your account, the more fees we charge you. We therefore have an incentive to encourage you to engage in transactions. 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.

Conversation Starters. *Help me understand how these fees and costs might 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?*

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. We have an incentive to recommend trading to you, as it results in a commission to us.

You should ask your broker: *“How might your conflicts of interest affect me, and how will you address them?”*

HOW DO YOUR PROFESSIONALS MAKE MONEY?

The firm is compensated based on the commissions and markups/markdowns they earn from trading in customer accounts. This compensation is in the form of cash. Our professionals are compensated in the form of a salary and/or bonus that are not directly related to transactions effected for your account.

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

No. You can visit [Investor.gov](https://www.investor.gov)/CRS for a free and simple search tool to research our Firm and our brokers.

You should ask your broker: *“As a financial professional, do you have any disciplinary history? For what type of conduct?”*

You can find additional information about our brokerage services <https://www.dmlc.com>, and you can request an up-to-date copy of this relationship summary from your broker or by calling (212) 833-9909.

You should ask your broker: *“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

We encourage you to seek out additional information. Visit [Investor.gov](https://www.investor.gov) for a free and simple search tool to research our firm and our financial professionals. To report a problem to the SEC, visit [Investor.gov](https://www.investor.gov) or call the SEC’s toll-free investor assistance line at (800) 732-0330. To report a problem to FINRA, you may call 301 590-6500. If you have a problem with your investments, investment account or a financial professional, contact us in writing at 510 Madison Avenue, New York, NY 10022. For additional information about our brokers and services, visit BrokerCheck <https://brokercheck.finra.org>, our website <https://www.dmlc.com>, and your account agreement.