

Capital Resource Management, Inc.

Form CRS Customer Relationship Summary, January 2021

Introduction

Capital Resource Management, Inc. is registered with the Securities and Exchange Commission as an investment adviser. 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 offer investment advisory services to retail investors, including portfolio management services with third-party money managers. Our services include developing an appropriate investment asset allocation, selecting the appropriate managers to implement the agreed-upon allocation, monitoring the managers' performances at least monthly, and reporting the results quarterly by providing performance evaluation reports. To encourage client contact, we attempt to have meetings, at least semi-annually, to discuss historical performance, future strategy and on-going research. We only offer nondiscretionary services, where you make the ultimate decision regarding the purchase and/or sale of investments. We prefer to accept accounts with at least \$5 million of investable assets. An exception to this minimum account size may be allowed.

For additional information, please see Form ADV, Part 2A brochure Items 4, 7, and 13.

What to ask

- **Given my financial situations, should I choose an investment advisory 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?

We provide investment advisory services based on a percentage of assets under management. We charge fees based on the size and type of account. We do negotiate our fees, based on the type of account and services provided. We calculate asset-based fees based on the fair market value of assets under management at month's end, averaged based on each month end in the quarter, and distributed quarterly in arrears by the custodian to us. You may also request advisory services based on a retainer. We bill retainer fees quarterly in arrears.

Because we receive an advisory fee and because managers receive separate fees, there is a layering of fees affecting any net return you realize. Because of the layering of fees, you may pay more in fees by allocating assets to a manager through us, as compared to investing directly with such manager. Also, the more assets there are in your account, the more you will pay in asset-based fees. So, we have an incentive to encourage you to increase the assets in your account.

We do not have proprietary products, and we attempt to ensure clients are invested in "no-load" mutual fees. We also do not receive any 12b-1 fees or commission income in connection with mutual fund investments. Separate from our advisory fees, other common fees and costs include brokerage commissions, fees from the purchase/sale of securities, fees of money managers, custodians, and other third-party providers.

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.

For additional information, please see Form ADV, Part 2A brochure Item 5.

What to ask

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 acting as my investment adviser? How else does your firm make money and what conflicts of interest do you have?

When we act as your investment adviser, 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 affect the recommendations that we provide you. Here is one example to help you understand what this means:

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What to ask

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

How do your financial professionals make money?

All of our financial professionals are paid a base salary. Owners receive compensation based either upon a percentage of assets under management or an agreed upon retainer fee after all expenses are paid.

Do your financial professionals have legal or disciplinary history?

No.

Visit [Investor.gov/CRS](https://www.investor.gov/crs) for a free and simple search tool to research us and our financial professionals.

What to ask

As a financial professional, do you have any disciplinary history? For what type of conduct?

Additional Information

For additional information about our services, please see Form ADV, Part 2A brochure. If you would like additional up-to-date information or a copy of this disclosure, please call 847-948-1700 or visit www.adviserinfo.sec.gov (CRD #106768)

What to ask

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?
