

## **Relationship Summary**

### **Item 1. Introduction**

**June 25, 2020**

#### **CAPRICORN INVESTMENT GROUP LLC (“Capricorn”)**

Capricorn is an investment adviser, registered with the Securities and Exchange Commission (“SEC”). There are other types of financial service professionals that provide different advisory services and fees and it is important that you understand the differences. The SEC provides free educational materials about investment advisers, brokerage services and investing and offers simple tools to help you to research firms and financial professionals at [www.investor.gov/CRS](http://www.investor.gov/CRS).

### **Item 2. Relationships and Services**

#### ***What investment services and advice can you provide me?***

Our services consist of non-discretionary investment advice and management services to a particular high net-worth client as well as discretionary investment advice and management services to other high net-worth clients, non-taxable entities and pooled investment vehicles. Your account is monitored on an ongoing basis. We generally will recommend investments in other private fund and other private securities.

For more information regarding all our services, read the accompanying Form ADV Part 2A Brochure (“Brochure”) in Items 4 and 7.

#### ***Conversation Starters:***

Given my financial situation, 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 you these qualifications mean?

### **Item 3. Fees, Costs, Conflicts, and Standard of Conduct**

#### ***What fees will I pay?***

Our advisory fee terms vary depending on the advisory agreement. Our investment management fees are calculated and recorded quarterly. Other expenses are generally calculated and recorded as incurred. Therefore, the more assets in the accounts we manage for you, the more you will pay in fees, and therefore we have an incentive to encourage you to increase assets in your accounts. You may also invest in one or more our other private funds or affiliated funds where we have an economic interest. As a result, you will pay two layers of fees in these investments. For certain accounts, we are entitled to a performance-based fee if your investments meet a certain goal.

You will bear all direct costs and expenses incurred in the holding, purchase, sale, or exchange of any investment. Other fees and costs you will pay will be outlined in the applicable advisory agreement. 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. Read more about our fees starting located in Item 5 the Brochure as well as in your advisory agreement.

***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?

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

***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 must act in your best interest and not put our interest ahead of yours. At the same time, the way we make money could create conflicts of interest (as listed above). Performance-based fees create an incentive for us pursue riskier investments. Likewise, differences in performance-based fees among our client may cause us to allocate more to one client over another so that we may collect those fees. We also have an incentive for you to invest in our affiliated funds.

Read more about our conflicts of interest and how we manage them in Items, 8 10, and 11 of our Brochure.

***How do your financial professionals make money?***

Your financial professionals receive compensation consisting of a base salary and variable compensation. Total compensation considers market rate for the role and expertise as well as overall revenue, new assets, retained assets and contributions to our culture and business strength. Our professionals' variable compensation is based on Capricorn's overall success and is not dependent upon the performance of your accounts. In addition to variable compensation, some accounts pay a performance-based fee should they meet certain investment goals in a year. If that goal is reached, a performance-based fee is paid and distributed to various employees at Capricorn. No employee is compensated for selling certain products to you or is paid on a commission.

**Item 4. Disciplinary History**

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

No. Visit [www.investor.gov/CRS](http://www.investor.gov/CRS) for a free and simple search tool to learn more.

***Conversation Starters:***

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

**Item 5. Additional Information**

Read the accompanying Brochure before you invest with us. It contains important information about our advisory services. Call (650)-331-8800 for up-to-date information about us and to request a copy of our Relationship Summary. You can also visit us at <https://capricornllc.com/>.

***Conversation Starters:***

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?