

Patterson Partners Ltd. 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 the differences. Free and simple tools are available to research firms and financial professionals at 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. Our services include Investment Management Services, Ongoing Financial Planning, & Limited Scope Financial Planning based on time spent. To engage us for our Investment Supervisory Service, you first must engage us for a limited scope financial planning service, at a minimum.

We prefer to help you design and implement investment strategies for all of the investment assets on your “**Life+Wealth Balance Sheet™**”, no matter how those assets are held (directly owned, held in trusts, held in privately owned companies or held in private foundations), and regardless of which investment firm is making the day-to-day investment decisions.

Monitoring:

Under our investment management services, your investment accounts will be monitored and reviewed regularly on at least a quarterly basis by our firm. We will provide advice to you regarding the investments and allocation of your accounts to ensure they are positioned appropriately based on your goals and objectives.

If you are only engaging our firm in financial planning services, we will work with you to review your held away investment accounts that we provide advice to you on but will not be monitoring or reviewing those held away investment accounts, unless otherwise agreed upon as part of your financial planning engagement.

Investment Authority:

Through our Investment Management Services, we maintain **discretionary authority** with respect to the purchase and sale of securities in your accounts managed by our firm. We do not require your prior authorization before placing trades in your account(s.)

Account Minimums and other Requirements:

Patterson Partners generally does not require a minimum account balance for our investment management services. However, our discretionary investment management service is typically restricted to individuals with personal income of \$200,000 or joint income with a spouse of at least \$300,000 or net worth or joint net with a spouse that exceeds \$1,000,000. We do consider other criteria, including anticipated future income or assets, which may cause us to adjust our general requirements.

For **Additional Information** regarding the services we make available to you, please review Item 4 of our Form ADV Part 2A.

CONVERSATION STARTER: Ask your financial professional:

1. “Given my financial situation, should I choose an investment advisory 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 qualifications? What do these qualifications mean?”

What fees will I pay?

The amount of fees you pay to our firm and the frequency in which you are billed depends on the services being provided.

For investment management, we will deduct fees directly from your managed account (asset-based fees) on a monthly basis.

For ongoing financial planning services, we charge an upfront fee for the development and delivery of a financial plan and then a monthly fee for the ongoing implementation and advice provided on that plan.

We are paid for investment management services based on a percentage of your managed account value. Therefore, the more assets there are in your advisory account, the more you will pay in fees, and we therefore may have an incentive to encourage you to increase the assets in your account. This is a conflict of interest. However, we mitigate this by ensuring all recommendations and investment decisions we make are in your support your Life+Wealth Achievement Plan, and therefore are in your best interest.

Our fees are exclusive of brokerage commissions, transaction fees, and other related costs and expenses which you will incur from the custodian, which is also a

brokerage firm. Additional costs imposed by the custodian include custodial fees, or other fees and taxes on brokerage accounts and securities transactions. Mutual fund and exchange-traded funds also charge internal management fees, which are disclosed in a fund's prospectus and may include deferred sales charges.

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.

CONVERSATION STARTER: Ask your financial professional: "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 can affect the investment advice we provide you. Here are some examples to help you understand what this means:

The rollover of assets in your employer retirement plan to an Individual Retirement Account. This presents a potential conflict to interest because leaving assets in your

employer plan or rolling the assets to a plan sponsored by your new employer likely results in little or no compensation under the investment management service to Patterson Partners Ltd.

The firm is not compensated from the sale of financial products. For additional information, please see our Form ADV, Part 2A brochure.

CONVERSATION STARTER: Ask your advisor: "How might your conflicts of interest affect me, and how will you address them?"

How do your financial professionals make money?

Our financial professionals are compensated on a salary basis and are not paid commissions or other compensation based on the amount of the business generated from their work.

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

No. You can visit [Investor.gov/CRS](https://www.investor.gov/crs) for a free and simple search tool to research the firm and our financial professionals.

CONVERSATION STARTER: Ask your financial professional: Do you have any disciplinary history as a financial professional? For what type of conduct?

Additional Information

For additional information about our services, visit our website www.pattersonpartnersltd.com. If you would like additional, up-to-date information or a copy of this disclosure, please call 441-296-3528.

CONVERSATION STARTER: Ask your financial professional: 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?