

Capital Options, Inc.

CRD#309840

Form ADV Part 3

July 21, 2021

159 Alta Circle

Laurel Park, NC 28739

(828) 696-3828

<http://www.capital-options-inc.com/>

Item 1. Introduction

Capital Options, Inc., is an investment adviser registered with the Securities and Exchange Commission. Investment advisory and brokerage services will vary, along with associated fees, and it is important for a retail investor to understand the differences. Free and simple tools are available to research firms and financial professionals on the SEC's investment education website at Investor.gov/CRS which provides educational materials about broker-dealers, investment advisers, and investing.

Item 2. Relationships and Services

What investment services and advice can you provide me?

Description of Services: We offer investment advisory services utilizing mutual funds and individual securities, among other investments, and provide financial planning and consulting services to help you set goals and plan for your financial future.

Investment Monitoring: We monitor investments at least quarterly, and more frequently when there is an investment specific or market driven event that could impact investments. There are no material limitations on our monitoring services.

Investment Authority: We manage assets within managed accounts on a non-discretionary basis. When we manage assets on a non-discretionary basis, we will notify you and obtain permission prior to the sale or purchase of each security within your managed account. You may decide not to invest in certain securities and may refuse to approve securities transactions.

Limited Investment Offerings: We do not offer any proprietary investment products.

Account Minimums and Other Requirements: Capital Options, Inc. does not impose a minimum account requirement on clients.

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 these qualifications mean?

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

What fees will I pay?

Description of Principal Fees and Costs

Annualized Fees *

| | | Per Year |
|-------|--------------|------------|
| First | \$500,000 | 0.90% |
| Next | \$500,000 | 0.70% |
| Next | \$1,000,000 | 0.50% |
| Next | \$3,000,000 | 0.40% |
| Next | \$5,000,000 | 0.30% |
| Next | \$10,000,000 | 0.25% |
| Next | \$30,000,000 | 0.20% |
| Over | \$50,000,000 | Negotiable |

* Note: Clients that transitioned from firms with which Mr. Brodnax was previously associated are grandfathered. They will continue to be billed at their previous rates (referrals based on lineal kinship will be subject to the previous rates). Fees are waived for Donor Advised Fund Accounts.

Financial Planning & Consulting Fees

The Adviser charges clients an hourly or fixed fee for financial planning and consulting services. Clients are billed at the rate of \$375 an hour or a fixed fee that generally ranges from \$2,000 to \$7,500.

Conflicts of Interest: When we offer multiple services, there is an incentive to recommend other services offered by us, our employees, or associates because we may receive additional fees. The more assets that you have in your advisory account, the more you will pay in fees, creating an incentive for us to encourage you to increase the amount of assets in your accounts.

Description of Other Fees and Costs: Client accounts may incur additional fees and charges, such as transaction costs, retirement plan administration fees, and other mutual fund annual expenses that are charged by broker-dealers, plan administrators or mutual fund companies that sell securities or provide additional services. These fees are in addition to and separate from advisory fees. We do not receive financial benefit from these additional fees.

Additional Information: 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.

Additional information concerning our fees and costs, how the fees are calculated and our conflicts of interest, can be found at <https://adviserinfo.sec.gov/> and searching for the firm using the CRD#309840 and selecting Part 2 Brochures.

[View latest Form ADV filed](#)

[Part 2 Brochures](#)

Conversation Starters:

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?

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

When we act as your investment adviser, we have to act in your best interest and not put our interests 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:

A conflict of interest is created whenever we or one of our associated persons recommend products or services to you for which we receive compensation.

How do your financial professionals make money?

Financial professionals are investment adviser representatives and receive a portion of fees generated by the client relationships being serviced including the amount of client assets.

Conversation Starter: *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?*

Item 4. Disciplinary History

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

Do you or your financial professionals have a legal or disciplinary history? **No**

Use the following link for information regarding investment adviser representatives (perform a search using the first and last names):

<https://www.adviserinfo.sec.gov/IAPD/Default.aspx>

Item 5. Additional Information

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?

A retail client can find additional information about our services and receive a copy of this relationship summary by visiting our website <http://www.capital-options-inc.com/> or contacting us at (828) 696-3828 if you have any questions or to request up-to-date information.

A relationship summary is also available by visiting <https://adviserinfo.sec.gov/> and searching for the firm using the CRD#309840 and selecting Part 3 Relationship Summary.

[Part 3 Relationship Summary](#)

Exhibit

The principal place of business changed to:

159 Alta Circle
Laurel Park, NC 28739