

Capstone Wealth Management

Customer Relationship Summary

April 2021

Capstone Wealth Management Corp. (“CWM”, “we”, “our” or “us”) is an investment adviser registered with the U.S. Securities and Exchange Commission. Investment advisory and brokerage services and fees differ; therefore, it is important for you to understand the differences. Free and simple tools are available to research firms and financial professionals (also referred to as Investment Adviser Representatives; “IARs”) at the SEC’s investor education website, [Investor.gov/CRS](https://investor.gov/CRS), which also provides educational materials about investment advisers, broker-dealers, and investing.

“What investment services and advice can you provide me?”

Description of Services and Monitoring: We provide investment advisory services to retail investors. Our services include asset management and financial planning. For clients to whom we provide asset management services, we provide such services on a fee-only basis and we monitor your accounts on an ongoing basis. As part of our standard services, each IAR reviews their client accounts regularly and meets with clients at their request. Factors that trigger reviews include changes to our investment recommendations, changes in market conditions, and changes to your financial situation and/or investment needs. For clients to whom we provide financial planning services, we conduct reviews on an “as needed” basis triggered by the client’s request. We may also suggest financial planning reviews when triggered by a change in your financial situation and/or investment needs. We also occasionally produce newsletters and conduct educational seminars and workshops.

Investment Authority: We offer our retail asset management services on both a **discretionary** and **non-discretionary** basis. Discretionary asset management allows us the limited authority to buy and sell investments in your account without asking you each time a transaction is placed. With non-discretionary asset management, we provide investment recommendations but require your approval to proceed. You make the ultimate decision regarding the purchase or sale of investments. Our level of authority is determined at the beginning of our relationship with you in our advisory agreement but can be changed upon request.

Investment Offerings: While we can advise on any investment asset, our investment recommendations are primarily related to investments in equities, bonds, mutual funds and ETFs, and cash/cash equivalents.

Account Minimums: As a condition for starting and maintaining a relationship, we generally impose a minimum portfolio size of \$50,000 which we may waive at our discretion.

Additional Information: For additional information, please see our Form ADV Part 2A (with special emphasis on Items 4, 7, and 16). <https://adviserinfo.sec.gov/firm/summary/165359>

Conversation Starters - Consider asking your financial professional these questions.

- 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?

“What fees will I pay?”

Our fees are based on the types of services we provide.

For asset management, we charge an ongoing asset-based fee monthly in advance. The fee is charged as a percentage of your assets that we manage. The more assets there are in your advisory account, the more you will pay in fees, and we may therefore have an incentive to encourage you to increase the assets in your account. At our discretion, the fee may be negotiable. We also charge an additional performance-based fee to qualified clients who elect this asset management fee structure. The performance fee is paid quarterly in arrears.

Financial planning services are generally provided in connection with our asset management services at no additional charge. However, for standalone financial planning services, we charge a fixed fee that is mutually agreed upon at the beginning of the engagement.

Other Fees and Costs: Some investments, such as mutual funds and ETFs, impose additional fees that will reduce the value of your investments over time. Those fees may include fund expenses and surrender charges. You may also pay other fees to the custodian of your assets. These include, but may not be limited to, ticket charges on transactions, fees for wire transfers, stop payments, IRA maintenance, margin interest, asset transfers, SEC fees or other taxes required by law.

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Additional Information: You will pay fees and costs whether you make or lose money on your investments. Fees and costs will reduce the amount of money you make on your investments over time. Please make sure you understand what fees and costs you are paying. More detailed information about our fees and costs are included in our Form ADV Part 2A (Items 5.A., B., C., and D.) <https://adviserinfo.sec.gov/firm/summary/165359>

Conversation Starters - Consider asking your financial professional these questions.

- 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:

1. As indicated above, we charge a performance-based fee to qualified clients who elect that fee structure. This fee structure entitles us to receive a percentage of the realized and unrealized gains in the client’s portfolio. This creates a conflict with clients who do not elect this fee structure, as it provides us an incentive to favor those accounts that pay us a performance fee.
2. We serve as a sub-adviser for other investment advisers. As such, we receive from other investment advisers a portion of the fee their retail clients pay them for services under the agreement with their retail clients. From our retail clients, we only generate revenues from our asset management and financial planning services as described above.

Conversation Starter - Consider asking your financial professional these questions.

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

These arrangements and additional information about other conflicts of interest are discussed in more detail in our Form ADV Part 2A. <https://adviserinfo.sec.gov/firm/summary/165359>

“How do your financial professionals make money?”

Our IARs are compensated based on a fixed percentage of the firm’s management fees. The compensation does not vary and is not based on the types of investments that are recommended.

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

No for our Firm. Yes for certain IARs. We invite you to visit www.investor.gov/CRS for a free and simple search tool to research our Firm and IARs.

Conversation Starters - Consider asking your financial professional these questions.

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

We encourage you to seek out additional information about our investment advisory services in our Form ADV Brochure on www.investor.gov or www.adviserinfo.sec.gov. Alternatively, you can call CWM toll-free at (866) 596-9886 to speak with us directly and request a copy of this relationship summary.

Conversation Starters - Consider asking your financial professional these questions.

- 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?