



CREATIS CAPITAL LLC
Form CRS Customer Relationship Summary
June 30, 2020

1. Introduction

Creatis Capital LLC (“Creatis”) is registered with the Securities and Exchange Commission (SEC) as a broker-dealer and is a member of the Financial Industry Regulatory Authority (FINRA) and the Securities Investor Protection Corporation (SIPC). 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 adviser, and investing.

2. Relationships and Services

What investment services and advice can you provide me?

We offer brokerage services to retail investors, including buying and selling securities, specifically private placements. Private placements are only suitable for people who are familiar with and willing to accept the illiquidity and high risk of loss associated with private placement investments. Securities purchased in private placements are not publicly traded and are intended for investors who do not have a need for a liquid investment. There can be no assurance that the securities price/valuation is accurate or that it is in agreement with the market or industry valuations. In addition, you will likely receive restricted securities that may require a holding period before resale is permitted. Companies seeking private placement investments tend to be in earlier stages of development and have not yet been fully tested in the public marketplace. A private placement investment requires high-risk tolerance, low need for liquidity, and long-term capital commitments. You must be able to afford to lose your entire investment. Investments in private placements are not FDIC insured.

Conversation Starter. Ask your financial professional:

- **Given my financial situation, should I choose a brokerage 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?**

For additional information, please see our Regulation Best Interest Disclosure.

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

What fees will I pay?

You will generally not directly pay a fee to open an account or to invest in a private placement with Creatis. Instead, Creatis will be compensated by the issuer of the private securities you purchase, typically as a percentage of the capital you invest or in some cases as a flat fee. Placement fees typically range between 2-3% for debt securities and 5-10% for equity securities. While these fees are not directly paid by you, they reduce the amount of offering proceeds that are available for the issuer to use which may reduce your overall return on the investment.

Creatis offers certain investment funds like hedge funds and private equity funds that are organized as partnerships which offer private securities that are exempt from registration under Regulation D, including certain funds that are managed by affiliates of Creatis. Funds typically charge a management fee percentage (e.g. 1-2%) of your invested assets and a performance fee or carried interest (e.g. 20%) of the performance of the investment above a minimum hurdle rate of return, plus standard fund expenses like custody and administration fees, banking, legal and accounting fees. These fees and expenses will reduce the overall net return on your investment over time. Creatis will typically receive a percentage of the fees that the fund manager earns on your investment.

A conflict of interest may arise from this compensation structure because it incentivizes Creatis to offer private placements that pay higher placement fees, or to offer funds that charge higher management and performance fees. A mitigating factor is Creatis’ regulatory obligation to only make suitable recommendations that are in a client’s best interest. Creatis must perform a reasonable investigation of any issuer prior to making a recommendation and may only recommend securities that meet due diligence and suitability standards, regardless of the fee the issuer might be

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willing to pay. Regarding funds, another mitigating factor is that fund performance track records are shown net of fees. For example, if Fund A and Fund B were identical except Fund B charged higher fees, Fund B's net returns would be lower. Therefore, it would not be suitable or in the client's best interest for Creatis to offer Fund B instead of Fund A, even if the fees payable to Creatis from Fund B would be higher. Also, by sharing in performance fees, a portion of Creatis' compensation is tied to the performance of the fund, so Creatis's compensation is aligned and Creatis makes more money when the client makes more money which incentivizes Creatis to offer investments it believes will perform well.

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.

What are your legal obligations to me when providing recommendations? How else does your firm make money, and what conflicts of interest do you have?

We have an affiliated entity, Creatis Manager, LLC, which is an Exempt Reporting Adviser ("ERA") that manages a private investment fund. We serve as an adviser to the fund. We will solicit our broker-dealer clients to invest in this fund. When we act as the fund's investment adviser, we have to act in their best interest and not put our interest ahead of theirs. If you invest in this fund, we will be paid compensation for the investment and our affiliated ERA will receive a fee for managing the fund. 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 recommendations we make to you. Here are some examples to help you understand what this means.

The Firm's client-facing financial professionals are generally compensated as a percentage of the revenue they generate for the Firm. The majority of revenue is commission revenue derived from a percentage of the amount of client assets invested. Other revenue may be based on a flat fee or on time spent working with the issuer to prepare to an offering of securities. This compensation structure may create a conflict of interest by incentivizing us to sell products that generate higher revenue.

Conversation Starter. Ask your financial professional—

- *How might your conflicts of interest affect me, and how will you address them?*
- *How do your financial professionals make money?*

For additional information, please see our Regulation Best Interest Disclosure.

4. Disciplinary History

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

Yes. In 2007, when the firm was under different management, Creatis was issued an order of denial of broker dealer registration by the State of Maryland Securities Division for failure to respond to letters requesting an affidavit of no prior sales in the state. The Firm's request for registration in the state was made in error and the Firm never intended to be registered. For more information visit FINRA BrokerCheck <https://brokercheck.finra.org/firm/summary/131986>. Visit Investor.gov/CRS for a free and simple search tool to research us and our financial professionals.

Conversation Starter. Ask your financial professional—

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

5. Additional Information

For additional information about our services, visit www.creatiscapital.com. If you would like additional, up-to-date information or a copy of this disclosure, please email compliance@creatiscapital.com

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?*