

ERGUZ LLC

Form CRS- Customer Relationship Summary

June 30, 2020

Erguz, LLC (referred to as “we”, “us”, or “Erguz” is registered with the US Securities and Exchange Commission as an investment adviser. Erguz became an SEC-registered investment adviser on July 5, 2013. This relationship summary explains the various services Erguz offers, how we charge for those services, and conflicts of interest that exist when we provide our services.

Brokerage and investment advisory services and fees differ. It is important that retail investors understand the differences which are summarized here and further explained in Erguz’s referenced filings and disclosure materials. In addition, 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. You should carefully consider which types of accounts and service are right for you.

What investment services and advice can you provide me?

We offer investment discretionary advisory services to retail investors. “Discretionary” means you grant authority to buy and sell securities in your advisory account without asking you for your consent in advance, while “non-discretionary” means you authorize each decision regarding the purchase or sale of investments.

Erguz offers a highly customized and individualized investment program for clients. A specific asset allocation strategy and investment policy is crafted to focus on the specific client’s goals and objectives. Advisor typically constructs portfolios consisting of securities and investments, equity securities, corporate debt securities, certificates of deposit, municipal securities, mutual funds, United States government securities, option contracts, real estate and oil and gas interests, foreign government securities.

In order to determine a suitable course of action for an individual client, Advisor shall perform a review of the variables that are presented. Such review may include, but would not necessarily be limited to, investment objectives, consideration of the client’s overall financial condition, income and tax status, personal and business assets, risk profile, and other factors unique to the client’s particular circumstances. Once an investment program is established, the client’s portfolio is monitored on a regular and continuous basis.

Erguz typically has a minimum account size of \$1,000,000. However, such minimum account size may be negotiated with management.

For more detailed information, please refer to Erguz’s Form ADV and Form ADV2A Brochure (Items 4 and 7 of Part 2A).

Conversation Starters:

- Given my financial situation, should I choose an investment advisory service? Should I choose a brokerage service? Should I choose both types of services? 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?

Erguz is compensated based upon a percentage of the total value (assets under management) in your account. You pay this fee even if you do not buy or sell investments. The larger the amount of assets in your account, the more you will pay in fees. As such, our firm may have an incentive to encourage you to increase the assets in your account. Fees are payable quarterly in arrears based on the value of your account at the end of the previous calendar quarter. A prorated fee is charged if your account is opened during a quarter. Other than growth in assets under

management, Erguz is not compensated on the basis of a share of capital gains or appreciation of your funds. Erguz does not receive any additional compensation (commissions, transaction fees, ticket charges, etc.) related to your accounts. Your specific fees will be detailed in your advisory agreement.

Certain products have their own fees and charges (such as mutual funds), charges imposed directly at the investment product level (e.g. advisory fees, administrative fees, and other fund expenses). Brokerage fees/commissions charged to Client for securities trade executions may be billed to the Client by the broker-dealer or custodian of record for the Client account,

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. Please make sure you understand what fees and costs you are paying. Please see Form ADV, Part 2A brochure, Items 5.A., B., C., and D and other applicable documents.

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?**
 - A. **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 do your financial professionals make money?

Erguz compensates its advisors with a portion of the advisory fee. Advisors are not compensated based on the amount of client assets they service, the time and complexity required to meet a client's needs, the products sold, product sales commissions, or revenue the firm earns from the financial professional's recommendations.

Your financial professional is legally required to act in your best interest and not put his or her interest above your own.

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

No. Visit Investor.gov/CRS for a free and simple search tool to research us and our financial professionals.

Additional Information

For additional information about our services, please visit www.erguz.com. If you would like additional, up-to-date information or a copy of this disclosure, please call 832-631-6284.

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?**