

Dear Client:

RE: Customer Relationship Summary (Form CRS)

Colorado Financial Service Corporation (CFSC) is a securities broker-dealer and investment advisor based in Centennial, Colorado. We are registered with the US Securities & Exchange Commission and a member of the Financial Industry Regulatory Authority and Securities Investor Protection Corporation. Colorado Financial is registered to do securities business in all fifty states as well as the District of Columbia, Puerto Rico and the U.S. Virgin Islands.

What investment services and products does the firm offer?

Colorado Financial Service Corporation registered representatives assist clients with various financial services including stock brokerage services, capital markets, alternative investments, and investment advisory services. CFSC offers both brokerage and investment advisory services to retail investors. Not all services or products are available to all clients because certain investments have certain investment suitability and require investors to meet certain accreditation. There are free and simple tools available that you can use to research firms and financial professionals on the SEC's website at Investor.gov/CRS which also provides educational materials about broker-dealers, investment advisers, and investing.

What fees and costs might I be charged?

A summary of the fees we charge are listed below. The fees we charge you will depend on the services and products that are offered to you. As an investor, there are fees and costs that you will pay whether you make or lose money on your investments. These 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 before making your investment decisions.

Stock Brokerage Transactions – For brokerage accounts, the firm offers non-discretionary accounts through its correspondent arrangement with Hilltop Securities, Inc., the clearing firm, where the retail investor makes the ultimate decisions regarding the purchase and sale of investments. For each transaction (including a buy or sell of any securities), the registered representative will include either a flat dollar fee or a percentage commission charge that is agreed upon by you and your registered representative. In addition with each trade, there is a ticket charge and handling fees in the amount of \$28.95 that is passed on to you from the clearing firm.

Alternative Investments – The firm offers various alternative investment products that are generally only available to accredited investors as the nature of these investments have higher risk, longer investment horizon, and generally have little or zero liquidity. The firm and the registered representative will earn a predetermined commission percentage that is paid at the

closing of the investment transaction. The firm might also earn a due diligence fee that is paid by the issuer or sponsoring company of the DST 1031 Exchange offerings.

Capital Markets – The firm will earn a pre-determined commission percentage based on the amount of capital raised which is paid by the issuing company. The firm and the registered representative might also be compensated in the form of equity ownership of the issuing company.

Mutual Funds and Closed-End Products – The firm offers mutual funds and closed-end products to clients where the registered representative will receive a front-end load or sales charge which is a fee that is paid out to the representative when the shares are purchased. This front-end load can be as high as 8.5% that is permitted by regulation and the charges can reduce the amount of your investment. Before making an investment, you should review the prospectus for the specific sales charges.

Variable Annuities and Insurance Products – The firm offers various annuities and insurance products through its appointments with numerous insurance companies. The firm and its registered representatives are compensated by a predetermined commission percentage on these transactions and can possibly receive subsequent trailing commissions as well.

What are the firm’s legal obligations to me when acting as my registered representative or investment broker? Can there be conflicts of interest when the firm’s registered representative act as my broker.

When the firm and its registered representative act as your broker, we have to act in your best interest and not put our interest ahead of yours. In addition, the way the firm makes money might create some conflicts of interests. The registered representative must disclose any potential conflicts of interest he or she might have directly or indirectly that is associated with the proposed recommendations. This disclosure may include compensation conflicts, structural conflicts, relationship conflicts, outside business activities conflicts, and individual conflicts. You should understand and ask the firm or your registered representatives about these conflicts because they can affect the investment advice we provide you.

Does the firm or its registered representatives have legal or disciplinary history?

You can conduct a background check or find any legal or disciplinary history of the firm or any of its associated person by visiting BrokerCheck on the FINRA’s website using the following link: <https://brokercheck.finra.org>

Who is my primary contact person? Where can I get more information about your firm?

As a client or investor, you can contact the registered representative directly or contact Colorado Financial Service Corporation at the address and phone number below. You can also find information about the firm on our website at: www.coloradofsc.com or contact us directly to request a copy of the Customer Relationship Summary.

Colorado Financial Service Corporation
188 Inverness Drive West, Suite 100
Centennial, CO 80112
(303) 962-7267

You are under no obligation to invest in any offering and this Customer Relationship Summary does not constitute an offer to buy or sell any security. Offers to purchase or sell private securities may only be made by prospectus or offering memorandum and only in jurisdictions where such offerings are allowed.

Sincerely,

Colorado Financial Service Corporation