Carapace Financial Advisors LLC
October 21, 2026
FORM CRS

Carapace Financial Advisors LLC is registered with the Securities and Exchange Commission as an investment adviser and, as such, we provide advisory services rather than brokerage services. Brokerage and investment advisory services and fees differ and it is important for you, our client, to understand the differences. Additionally, 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. This document is a summary of the services and fees we offer to "retail" investors, which are natural persons who seek or receive services primarily for personal, family, or household purposes.

What investment services and advice can you provide me?
We offer the following investment advisory services to retail investors: **Portfolio Management Services; Selection of Other Advisers and Private Investments.**

Account Monitoring: We monitor portfolios on a continuous basis and will conduct account reviews at least quarterly.

Investment Authority: We manage investment accounts on a *discretionary* basis whereby **we** *will decide* which investments to buy or sell for your account. We have discretion to select, retain or replace third-party managers to manage your accounts. You may limit our discretionary authority (for example, limiting the types of securities that can be purchased or sold for your account) by providing our firm with your restrictions and guidelines in writing. We also offer *non-discretionary* investment management services whereby we will provide advice, but *you will ultimately decide* which investments to buy and sell for your account. You have an unrestricted right to decline to implement any advice provided by our firm on a non-discretionary basis.

Investment Offerings: We provide advice on various types of investments. Our services are not limited to a specific type of investment or product.

Account Minimums and Requirements: In general, we require minimum investment amounts of $100,000 for private fund clients and $200,000 for separately managed accounts in which Carapace acts as a sub-advisor to institutional investors. However, minimum investment amounts are negotiated at our sole discretion.
For portfolio management services we do not require a minimum annual fee.

Detailed information regarding our services, fees and other disclosures can be found in our Form ADV Part 2A Items 4, 7, and 8 by clicking this link https://adviserinfo.sec.gov.

Key Questions to Ask Your Financial Professional

- **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?
The following summarizes the principal fees and costs associated with engaging our firm for investment advisory services.

- **Asset Based Fees -** Payable quarterly in advance. Fees we receive are asset-based (i.e. based on the value of your account), we have an incentive to increase your account value which creates a conflict especially for those accounts holding illiquid or hard-to-value assets;
- **Fixed Fees -** We may charge a fixed fee of $500.00 per hour, which will include the amount of time and services expected to be provided and agreed upon by a client on an individual basis. This fee may be higher than normally charged in the industry and similar services may be offered by another investment adviser at a lower fee.
- **Other Advisory Fees -** In addition to our fees, you may pay Advisory fees charged by third party money managers, which are separate and apart from our fees.

- **Solicitors Fees -** If a solicitor refers you, the solicitor will receive a percentage of the advisory fee you pay our firm. You will not pay additional fees because of this referral arrangement. Referral fees paid to a Solicitor are contingent upon your entering into an advisory agreement with our firm. Therefore, a conflict of interest exists as the Solicitor has a financial incentive to recommend our firm to you for advisory services.
- Clients pay the following addition fees and/or expenses as applicable: Custodian fees and Account maintenance fees; Fees related to mutual funds and exchange-traded funds; Transaction charges when purchasing or selling securities; and Other product-level fees associated with your investments.

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. For detailed information, refer to our Form ADV Part 2A, Items 5 and 6 by clicking this link https://adviserinfo.sec.gov.

Key Questions to 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?**

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.

As an investment adviser, our firm is compensated based on the assets we manage for clients. This creates a conflict of interest because we have a financial incentive to encourage clients to increase the amount of assets in their accounts, and to discourage withdrawals, since our fees generally increase as client assets grow. While we do act in each client's best interest, this inherent conflict exists, and clients should be aware of it.

Key Questions to Ask Your Financial Professional

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

Refer to our Form ADV Part 2A by clicking this link https://adviserinfo.sec.gov to help you understand what conflicts exist.

How do your financial professionals make money?
The financial professionals servicing your account(s) are compensated in the following ways: Salary and Bonus. Financial professionals' compensation is based on the amount of client assets they service and the revenue the firm earns from the person's services or recommendations. The bonus compensation paid to our financial professionals involves a conflict of interest because they have a financial incentive to refer clients to our firm.

Do you or your financial professionals have legal or disciplinary history?
Yes, our firm and our financial professionals currently do have legal or disciplinary history to disclose. Visit Investor.gov/CRS for a free and simple research tool.

Key Questions to Ask Your Financial Professional

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

You can find additional information about your investment advisory services and request a copy of the relationship summary at 908-35-8072 or click the link provided https://adviserinfo.sec.gov.

Key Questions to 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?**