

Pecaut and Company is an SEC-registered investment adviser that provides investment advisory services. This document is a summary of the types of services we provide and how you pay for these services.

Brokerage and investment advisory services and fees differ, and it is important for you to understand the 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 advisers, and investing.

### *What investment services and advice can you provide me?*

We offer investment advisory services to retail investors. As part of these services, we provide financial planning and manage taxable and non-taxable investment portfolios for individuals, trusts, charitable organizations, corporations, pension and profit-sharing plans, and other business entities. As part of its services, Pecaut and Company's portfolio managers review with each client their financial plan and investment goals and objectives on an annual basis. In between these reviews, portfolios are continuously monitored. Pecaut and Company provides advisory services to you on a discretionary basis. This means that Pecaut and Company has the authority to determine, without obtaining client consent, the securities to be bought or sold and the amount of securities to be bought or sold in your account.

Pecaut and Company manages investment portfolios consisting primarily of exchange traded funds (ETFs), mutual funds, stocks, and bonds for clients (see Form ADV2 for additional investment securities). Our investment approach is based in an asset allocation and value-oriented approach, but investment strategy for a specific client is customized to the client's financial plan, objectives, and risk profile, which are discussed with you during initial and subsequent client meetings.

Pecaut and Company's minimum opening account balance is \$500,000; however, we may accept clients with a lower initial account balance at our discretion.

For additional information, see Items 4 and 7 of Pecaut and Company's ADV Part 2A Brochure which can be accessed here: <https://adviserinfo.sec.gov/firm/summary/2997>

### **Key questions to ask:**

- 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?*

Pecaut and Company charges an asset-based management fee for its advisory services. Our standard annual management fee schedule is a tiered range between 1.5% and 0.75% of the value of the total assets in your account. Fees are collected in arrears immediately after the end of each quarter and deducted directly from the investment accounts (clients may also elect to be invoiced). Because Pecaut and Company's fees are asset-based, the more assets there are in your advisory account, the more you will pay in fees; thus, the firm may have an incentive to encourage you to increase the assets in your account.

In addition to the management fee paid to Pecaut and Company, clients are responsible for fees and expenses charged by custodians and broker-dealers, including trading commissions, other transaction charges, and custodial and account maintenance fees.

Pecaut and Company may recommend investments that have product level fees. For example, ETFs and mutual funds charge their own fees for management of the fund and to cover fund expenses. Each fund publishes a Prospectus which includes a detailed fee schedule. Clients are responsible for product level fees in addition to the management fee paid to Pecaut and Company.

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 additional information, please see Item 5- Fees and Compensation in Pecaut and Company's Form ADV Part 2A accessible here: <https://adviserinfo.sec.gov/firm/summary/2997>

**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? 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 part of our arrangement with large broker-dealers, they provide our investment professionals access to products and services that assist us in managing and administering your account(s). This includes research, brokerage services, conferences, educational meetings, and software and other technology. Thus, a conflict may exist as we have an incentive to select a broker-dealer based on our interest in receiving the research or other products or services, rather than on the clients' interest in receiving lower fees and commissions through another broker-dealer. We review our relationship with broker-dealers and the associated costs to you as part of our obligation to act in your best interest.

For additional information, please see Pecaut and Company's Form ADV Part 2A accessible here: <https://adviserinfo.sec.gov/firm/summary/2997>

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

*How do your financial professionals make money?*

Pecaut and Company employees are generally compensated through each employee's agreed upon salary.

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

No. A free and simple search tool to research us and our financial professionals is available at [Investor.gov/CRS](http://Investor.gov/CRS).

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

Additional information about our investment advisory services and an up-to-date copy of the relationship summary is available by contacting us at (712) 252-3268 or the Chief Compliance Officer at [jpecaut@pecautandcompany.com](mailto:jpecaut@pecautandcompany.com).

**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?**