

Joseph Stone Capital, LLC (“JSC”) is registered with the Securities and Exchange Commission (“SEC”) as a broker-dealer. Brokerage and investment advisory services and fees differ, and it is important for you to understand the differences. This Client Relationship Summary provides details about our brokerage services, fees, and other important information. Free and simple tools are available for investors to research firms and financial professionals at Investor.gov/CRS. Here, you can also find educational materials about broker-dealers, investment advisers, and investing.

What investment services and advice can you provide me?

Joseph Stone Capital, LLC offers brokerage services to retail investors. We are a Full-Service Broker/Dealer retailing corporate equity securities - OTC, broker or dealer selling corporate debt securities, underwriter or selling group participant, corporate securities other than mutual funds, mutual fund dealer, U.S. government securities broker, municipal securities broker, broker or dealer selling variable life insurance or annuities, put and call broker or dealer or option writer, private placements of securities, broker or dealer selling REITS. The firm offers recommendations to retail investors.

Conversation Starters. Ask your financial professional these questions to learn more:

- **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?**

The firm and its representatives may recommend products, including pre-IPO private placements, which one or more firm affiliates issue, sponsor, provide or manage (affiliated party private placements). Pre-IPO Private placements recommended by the firm are limited to affiliated party private placements.

- We do not monitor your brokerage account. However, your financial professional may voluntarily review your holdings and may or may not make recommendations to you based on these reviews. **You make the final decision regarding the purchase or sale of investments.** This voluntary review is not considered to be “account monitoring,” and does not create any implied agreement with you that we will monitor the account. Clients can ask representatives to discuss and explain any transaction in their accounts. Representatives discuss all recommendations to their clients on a per/transaction basis. All accounts held at the firm are non-Discretionary accounts. These reviews are performed by the representative, on an as needed basis. These reviews are standard and included.

The client has the last word in the investment decision.

- The designated supervisor will review Active Accounts on an ongoing basis, with a minimum review every four (4) months. Actively traded accounts are NOT predefined as each account has different investment/time/risk criteria. Various reports (Concentration, Margin, Daily Trade Blotters) are utilized to review active trading. Additionally, a calculation of Year-to-Date Cost Over Equity Ratio “COE”, Account Turnover Ratio as well as the number of trades in a period (Quarterly & Year to Date) and the clients objectives, risk tolerance, experience as well as any other criteria deemed applicable by the reviewer. Once a review has been concluded, the supervisor will determine whether to send an “Active Trade Letter” to such a client.
- The firm offers proprietary products to its clients as placement agents for the following funds: JSSOF, JS Venture Funds and JS Opportunity Funds. Clients at the firm decide which products they will purchase for their accounts.
- The firm does NOT have any account minimums.

For additional information, on products that the firm offers, please visit our website: www.JosephStoneCapital.com

What fees will I pay?

Conversation Starter –

- **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?**

Clients are charged an Additional Fixed Commission for every transaction in their account of \$99.00. All accounts also pay an Annual Fee of \$99 per year. For a full list of the fees, please visit the “Fee” section at the firm’s website. Please note, conflicts can occur with your Representative. Registered Reps charge commissions, and the more transactions that clients make, the more commissions will be charged to the customer accounts. Fees assessed to customer accounts will negatively affect the overall profitability of the account. The firm charges a multitude of fees related to customer accounts. This can include Account transfers, Returned checks, IRA’s Annual Fees, Low Priced Security Reviews, Wire Transfers.

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.

Joseph Stone Capital - Fee Schedule: www.josephstonecapital.com/fee-disclosure.html

Fees and costs affect the value of your account over time. Please ask your financial professional to give you detailed information on the fees and costs that you will pay.

Telephone Recordings. As part of our compliance with applicable laws and regulations, certain telephone conversations with Joseph Stone Capital, LLC personnel may be recorded. Please note that these recordings may be made with or without the use of a spoken warning, tone or similar notification.

Brokerage Service Fees

For brokerage services, you are charged fees and costs on your transactions through Joseph Stone Capital, LLC in the form of:

Commissions: a charge assessed by us generally based on the dollar value of the transaction, for handling purchases and sales of securities, a portion of which is paid to your financial professional.

Transaction fees: a fee we charge per transaction which varies based on the type of transaction, among other factors.

Additional Fixed Commission: a fee we charge for buying, selling, or exchanging a security which varies based on the type of security, and the dollar value of purchase/sale, among other factors. Because you are charged \$99.00 for each trade in your account, we have an incentive to encourage you to trade often.

Clearing or custodial charges: a fee the clearing firm or custodian charges for servicing the account including quarterly or annual account maintenance or custodial fee. On certain of these fees, Joseph Stone Capital, LLC can add an amount to the fee charged by the clearing firm or custodial agent (a “markup”) as disclosed on the Fee Disclosure at: www.josephstonecapital.com/fee-disclosure.html

Our brokerage fees vary. The amount you pay will depend, for example, on the dollar value of the investments, how much you buy or sell, the frequency with which you buy or sell, the type of investments you buy or sell, and what kind of account you have with us.

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?

When we provide you with a recommendation, we must 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 recommendations, we provide you. The Firm and its affiliates may earn higher fees, compensation, and other benefits when you invest in a product that one of our affiliates advise, makes available, manage, sponsor, or underwrite such as pre-IPO private placements. As such, the firm has an incentive to recommend to you products of affiliates that share their revenue with us, over other products that do not or who share less revenue.

Here are some examples to help you understand what this means.

The firm and its Registered Representatives earn by charging its clients commissions. The number of transactions recommended by your representative can negatively affect the value of your account. More transactions can equal more commissions and/or fees to the Representative and/or Firm.

This effect could cause your account to decline in value. Your representative could recommend more transactions that might negatively impact the value of your account. The Firm also earns through its fees. Additional fixed commissions may be shared with its Registered Representatives. The firm may earn from its Investment Banking services through Private Placements or Initial Public Offerings. The firm may also earn a percentage on margin accounts charged to its customers.

How do your financial professionals make money?

The firm's Registered Representatives earn by charging commissions to their clients. This may cause a conflict of interest to the clients in that the more transactions the Representatives solicit to their clients, the more the Representatives can earn. JSC and its Representatives may be entitled to share additional revenue in the form of carried interest. The firm, JSC and its affiliation with JSSOF, may pose a Conflict of Interest. Please discuss with your representative any questions related to any potential conflicts of interest.

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

-Yes

You can visit Investor.gov/CRS for a free and simple search tool to research our firm and financial professionals.

Conversation Starter –

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

Conversation Starter –

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

For additional information about Joseph Stone Capital, LLC, or to request a copy of this relationship summary please visit: www.JosephStoneCapital.com You may also call (516) 267-7001 to request up to date information or a copy of this relationship summary.

Conversation Starter –

- **Who is my primary contact person? Is he or she a representative of an investment adviser or broker-dealer? Who can I talk to if I have concerns about how this person is treating me?**