



COR Clearing Custodial Services Disclosure

COR Clearing is a regulated company approved by and subject to the rules of the Internal Revenue Service, the U.S. Department of Labor and other regulatory and governing entities as a custodian of assets.

The following statements clarify CORs obligations and duty to customers under appointment as custodian:

- As custodian of qualified retirement plans, CORs primary obligation is to track and report to the IRS the distributions only (via 1099-R) from the account in custody in order to maintain the tax-deferred status of the qualified plan. Alternatively, as custodian for IRA plans, CORs primary obligation is to track and report to the IRS the contributions (via 5498) and distributions (via 1099-R) from the account in custody in order to maintain the tax-deferred status of the IRA plan.
- As custodian, COR is not responsible for validating client or investment eligibility status of qualified or IRA plans and is not liable for tax, losses or penalties that may arise due to improper registrations, distributions, contributions, or other consequential investing by authorized or unauthorized parties in accounts held at COR.
- As custodian, COR is a passive record keeper and holder of assets that serves as an intermediary between the account owner/ investor and A) the seller of (Introducing Broker Dealer) or B) issuer of an investment. Under this arrangement, COR does not have a fiduciary duty to clients and is responsible only for holding the assets in the retirement account acting solely as the keeper of the deposits to and distributions from the account.
- As custodian, COR enters into service agreements for which COR retains the right to bill or pass through fees to clients for custodial and record-keeping services rendered. Affiliations made with Introducing Broker Dealers or investment advisors by way of such service agreements in no way constitutes an endorsement of their business, activities or stated credentials.
- As custodian, COR does not research or perform due diligence reviews or recommend investments to clients and has no obligation to evaluate the quality, suitability or tax efficiency of any investment made in an account or the investments made by promoters/ solicitors.
- As custodian, COR and its affiliates will not act in the capacity of an investment advisor, tax advisor or legal advisor. Likewise account performance metrics and consolidated statements will not be produced by COR.
- As custodian, COR will deliver account statements that may reflect an increase or decrease in the reported value of the investments in an account based on prevailing market price or issuer valuation, but the reflected worth of securities cannot always be verified for accuracy by COR.
- As custodian, COR will seek to protect client privacy and account information, process new account applications, maintain documents and records related to accounts and will review account activity and authorized parties in accordance with anti-money laundering and other government and regulatory provisions (OFAC, Patriot Act, BSA).
- As custodian, COR will execute account owner or authorized parties instructions to sell, withdraw, transfer or liquidate investments in IRAs or other qualified accounts while also maintaining accurate and compliant records of such activity including performing certain IRS tax reporting obligations and supplying necessary records to issuers/ sponsors of investments.