

Global Brokerage Services, Inc.

Customer Relationship Summary

INTRODUCTION

Global Brokerage Securities Inc. (GBS), is a full service broker-dealer registered with the United States Securities and Exchange Commission (SEC) pursuant to the Securities Exchange Act of 1934, a member of the Financial Industry Regulatory Authority, and a member of the Securities Investor Protection Corporation. GBS is also a State Registered Investment Adviser pursuant to the Investment Advisers Act of 1940.

GBS provides retail investors like you services in two capacities, one when GBS provides services only as a Fully Disclosed Broker-Dealer that provides **brokerage services** and another when it provides **investment advisory services**. Brokerage services and investment advisory services are different from each other and the fees you pay are different. It is important for you to understand these differences. *Please note that not all of our financial professionals are licensed to provide both brokerage services and advisory services. Some are only licensed to provide brokerage services. If you would like to utilize GBS's advisory services, GBS can make the appropriate arrangements to facilitate your request.*

Note that free and simple tools are available to research firms like GBS and financial professionals including those associated with GBS at <https://www.investor.gov/CRS>, which also provides educational materials about broker-dealers, investment advisers, and investing.

WHAT INVESTMENT SERVICES AND ADVICE CAN GBS PROVIDE ME?

GBS and its financial professionals can provide you brokerage services and, if your financial professional has the appropriate license, advisory services. If you choose to hire GBS and your financial professional to provide these services, GBS will establish for you one or more accounts.

Brokerage Services: If you hire GBS to provide only brokerage services, GBS provides the following:

- GBS provides brokerage services through our Clearing Firm Hilltop Securities, Inc (HTS), who will provide execution, clearing, and custody services;
- GBS also provides Mutual Funds and Insurance Products directly through the Financial Institution offering the product.
- Upon request, your financial professional will recommend that you buy, sell or hold securities; and
- Upon request, your financial professional will monitor the securities held in your account on a periodic basis (for example, quarterly).

In providing brokerage services, neither your financial professional nor GBS will provide investment advice in a fiduciary capacity for special compensation like GBS provides in conjunction with its investment advisory services. Rather, any investment advice GBS provides in conjunction with brokerages services will be incidental to GBS' primary business as a broker-dealer, which is selling, buying and exchanging securities.

It is your responsibility to decide whether or not to follow any recommendation by your financial professional. Neither GBS nor your financial professional exercises discretion over the assets in your account. GBS buys, sells and exchanges many kinds of securities, but your financial professional may recommend only those securities he or she is licensed to recommend.

Investment Advisory Services: If you hire GBS to provide investment advisory services, GBS provides the following:

- GBS provides brokerage, execution, clearing, and custody services through HTS for your advisory accounts;
- Your financial professional will either (i) provide you investment advice with regard to how to invest the assets in your account or (ii) subcontract with an independent third party advisory firm, and
- Your financial professional will monitor the securities held in your account at least one time per year.

GBS and your financial professional act as fiduciaries when they provide investment advisory services and receive special compensation as later described in this summary. You will have the option to select from several investment programs called "Wrap Programs" ("Programs") or engage us to provide "Fee for Advice" services such as financial planning.

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Based upon information you provide GBS, your financial professional will recommend one or more of the Programs or Fee for Advice services to you. Whether GBS provides you Non-Discretionary investment advice or subcontracts out to an independent Third Party Advisory Firm will depend on which Program or Fee for Advice service you select. If GBS provides investment advice, you will be responsible for making the final decision on how your account should be invested. If GBS invests the assets with a Third Party Investment Advisory Firm your account will be managed based on the Independent Advisory Firms Policy. You may choose to change the type of Program you are in based on the terms of the Programs. The terms of each Program require that you have a minimum amount of assets in your Account. We will not be able to recommend certain Programs or possibly any Program if you do not meet these account minimums. Additionally, we will only recommend Programs that are suitable based upon the information you provide us.

Your account may be invested in a variety of securities including stocks, bonds, mutual funds, exchange-traded funds and other publicly-traded securities. You are not able to invest in every fund available in the marketplace. However, GBS makes available several hundred mutual funds and exchange traded funds under the Programs in which you may invest.

Additional Information: More specific information about the services we provide and the fees you pay in connection with the brokerage and advisory services can be found in GBS' Managed Accounts Client Disclosure Brochure - Wrap Fee Program Brochure and Firm Brochure, , Third Party's Wrap Fee Brochure and Firm Brochure, HTS' Client Disclosure Brochure, or the Independent Financial Institutions Prospectus.

QUESTIONS YOU MAY WANT TO ASK OUR FIRM'S FINANCIAL PROFESSIONAL:

- Given my financial situation, should I choose an investment advisory service? Should I choose a brokerage service? Should I choose both types of services? 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 fees that you will pay depends on whether you choose brokerage services or investment advisory services as illustrated in the following table. Each of these fees is more fully described below.

Types of Fees	Brokerage Services	Advisory Services
Commissions/Mark-ups/Mark-downs	Yes	No
Mutual Fund Loads and Contingent Deferred Sales Charges	Yes	No
Mutual Fund 12b-1 Fees	Yes	No
Mutual Fund Shareholder Fees & Sub-transfer Agent Fees	Yes	Yes
Wrap Fee	No	Yes
Fee for Advice	No	Yes

Commissions/Mark-Ups/Mark-Downs: A commission is dollar amount GBS receives each time it buys or sells a security other than a mutual fund when GBS acts as your agent. These fees are paid from your account. A mark-up is the difference between what GBS charges you for the security and the value of the security when GBS sells you a security in a principal transaction. A mark-down is the difference between the price GBS pays you for the security and the value of the security when GBS purchases the security from you in a principal transaction.

Loads and Contingent Deferred Sales Charges: A dollar amount GBS receives each time it purchases or redeems mutual fund shares or insurance contracts (ie Annuities). These fees reduce the amount of shares you receive when you purchase a fund's shares and reduce the number of shares you receive when you redeem the fund's shares.

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Other Mutual Fund Fees: The "12b-I fees" are fees paid by the mutual funds to GBS for selling the funds. GBS does not participate in any "shareholder servicing fees" and "sub-transfer agent fees" for the provision of other services that the Mutual Fund Company may offer other firms.

Wrap Fee: A single fee for all of the services available through the Program. The wrap fee is a percentage, which varies by the Program in which you participate, multiplied by the value of the assets in your Account. Because the asset-based fees associated with the Program will include most transaction costs and fees to GBS, they may be higher than a typical asset-based advisory fee. You pay the wrap fee in advance. GBS applies the wrap fee at the beginning of every quarter based upon the value of your account assets as of the last day of the immediately preceding quarter. You pay for the wrap fee from account assets or from other sources if agreed upon by GBS.

Fee for Advice: A fee that you pay for advisory services outside of the Programs. The fee may be an hourly rate, a flat dollar amount paid one time.

Other Fees: Our Clearing firm, HTS, will charge fees for a number of services it provides that are apart from the brokerage and advisory services we describe above. For example, they will charge fees for maintenance of certain accounts, like individual retirement accounts, and to process certain kinds of transactions, like account withdrawals and 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.

Additional Information: You can find additional information about fees in HTS's Brokerage Services Disclosure Brochure, GBS's Managed Accounts Client Disclosure Brochure - Wrap Fee Program Brochure and Firm Brochure, the Third Party's Managed Accounts Client Disclosure Brochure-Wrap Fee Program Brochure, and the Investment Institution's Prospectus.

QUESTIONS YOU MAY WANT TO ASK GBS' 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 GBS' legal obligations to me when providing recommendations as my broker-dealer or when acting as my investment adviser? How else does your firm make money and what conflicts of interest do we have?

When we provide you with a recommendation as your broker-dealer or 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 recommendations and investment advice we provide you.

The following are some examples to help you understand what GBS means-

Brokerage Services	Advisory Services
GBS has an incentive to buy and sell securities more frequently in order to increase its compensation.	GBS has an incentive to Advise you on a particular program that pays a higher advisory fee to the Adviser.
GBS has an incentive to recommend that you select brokerage services over advisory services if GBS believes commissions will generate more compensation.	GBS has an incentive to recommend that you select advisory services over brokerage services if GBS believes the wrap fee will generate more compensation.

The following are some specific conflicts to consider:

- Riskless Principal Transactions: GBS may recommend that you purchase securities that provides the Broker with a greater markup/markdown.

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- **Investment Institutions:** GBS only makes available to retail investors mutual funds and/or Insurance Companies that pay commissions. GBS has an incentive to limit the mutual funds that GBS may recommend or in which we may invest to those mutual funds/insurance companies willing to make such payments.
- **Third Party Advisory Firms:** Each Third Party Advisory Firm offered through GBS provides a share of the Advisory fees the your Financial Professional. The Financial Professional may have an incentive to recommend a program which pays a higher share of the advisory fees.

A QUESTION YOU MAY WANT TO ASK GBS's FINANCIAL PROFESSIONAL:

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

Additional Information: You will find additional information regarding conflicts in HTS's Brokerage Services Disclosure Brochure and in GBS's Managed Accounts Client Disclosure Brochure - Wrap Fee Program Brochure and Firm Brochure, and Third Party Advisory Firm's Managed Account Client Disclosure Brochure-Wrap Fee Program Brochure..

HOW DO YOUR FINANCIAL PROFESSIONALS MAKE MONEY?

Your financial professional receives a percentage of the fee revenue he or she generates for GBS. Fee revenue includes commissions, loads, contingent deferred sale charges and 12b-1 fees when your financial professional provides brokerage services and wrap fees when he or she provides advisory services.. Therefore, your financial professional has an incentive to encourage you to buy and sell securities more frequently or to participate in one or more Programs. He or she may charge more fees for certain securities, strategies, products or services due to the time and complexity involved in recommending or providing such securities, strategies, products or services. The charging of different fees in this manner is called "differential compensation."

Your financial professional also has an incentive to encourage you to move your account from another firm to GBS or from your retirement plan to GBS in order to increase GBS or her own compensation. As we discussed above, a financial professional's recommendations, investment advice, or non-discretionary investment decisions will also benefit GBS.

DO YOU OR YOUR FINANCIAL PROFESSIONALS HAVE LEGAL OR DISCIPLINARY HISTORY?

None of our financial professionals have disciplinary history.

You should go to <https://www.investor.gov/CRS> for a free and simple search tool to research GBS and your financial professionals.

A QUESTION YOU MAY WANT TO ASK GBS's FINANCIAL PROFESSIONAL:

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

ADDITIONAL INFORMATION

You can find additional information about the services we provide, fees you pay, and conflicts of interest in HTS's Brokerage Services Disclosure Brochure, GBS's Managed Accounts Client Disclosure Brochure - Wrap Fee Program Brochure and Firm Brochure, Third Party Advisory Firm's Managed Accounts Client Disclosure Brochure-Wrap Fee Program and Firm Brochure, and the Financial Institution's Prospectus. If requested, your financial professional will provide you a copy. You can also obtain a copy at www.globalbrokers.net or the Insitutions Website.

You may also call 800-839-0204 to request up-to-date information and request a copy of GBS's relationship summary.

A QUESTION YOU MAY WANT TO ASK GBS' 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?