

Pendulum Securities, LLC (“Pendulum Securities” or the “Firm”) is registered with the U.S. Securities and Exchange Commission as a broker-dealer and is a member of the Financial Industry Regulatory Authority (“FINRA”). The Firm has developed a Business Continuity Plan (“BCP”) detailing how it will respond to events that significantly disrupt our business.

### **Business Continuity Plan**

Since the timing and impact of disasters and disruptions are unpredictable, our Firm has an obligation to prepare for potential business interruptions. The BCP is designed to permit the Firm to resume operations in a reasonable amount of time at secure remote locations, given the scope and severity of a major event. At a minimum the BCP is reviewed and updated on an annual basis.

We plan to quickly recover and resume business operations after a significant business disruption and respond by safeguarding our employees and property, making a financial and operational assessment, protecting the Firm’s books and records, and allowing our customers to transact business. In short, the BCP is designed to permit Pendulum Securities to resume operations as quickly as possible, given the scope and severity of the business disruption.

The BCP addresses data backup and recovery, all mission critical systems, financial and operational assessments, alternative communications with customers, employees and regulators, alternate physical locations of employees, critical supplier and bank impact, regulatory reporting and assuring prompt communication with our customers.

### **Varying Disruptions**

Significant business disruptions can vary in their scope and impact only our Firm, the building housing our Firm, the business district where our Firm is located or the city or region the Firm is located. Within each of these areas the severity of the disruption can also vary from minimal to severe. If a business disruption affects only our Firm or the specific building housing our Firm, Pendulum Securities will transfer its operations to local worksites. In a disruption affecting our business district, city, or region, we will instruct associated persons to work from home until an appropriate alternate site is determined and expect to recover and resume business in 72 hours. In either situation, Pendulum Securities plans to continue conducting business and will notify its customers how to contact us through email or a voice message reached via our main phone number. If the significant business disruption is so severe that it prevents Pendulum Securities from conducting business, it will promptly notify its customers.

### **Contacting Us**

If after a significant business disruption you cannot contact us as you usually do, you should contact Kristin Scott, the Firm’s Chief Compliance Officer at [kristin@pendulumholdings.com](mailto:kristin@pendulumholdings.com). In addition, if you have questions about the Firm’s business continuity planning, you can contact us at (424) 421-6040 or [compliance@pendulumholdings.com](mailto:compliance@pendulumholdings.com).