

Pendulum Securities, LLC (“Pendulum Securities”, “we” or “us”) is registered with the U.S. Securities and Exchange Commission (“SEC”) as a broker-dealer and is a member of the Financial Industry Regulatory Authority (“FINRA”) and the Securities Investor Protection Corporation (“SIPC”). As more fully described below, we are a limited-purpose broker-dealer and as such only provide a limited range of services to retail investors. This includes the offering of private investment funds (“Pendulum Funds”) managed by an affiliated entity, Pendulum Opportunities LLC (“Pendulum Opportunities”), an SEC registered investment adviser. In addition, Pendulum Securities offers merger and acquisition services to business owners and corporations which may involve the offerings of private placement securities for such issuers.

This summary is designed to inform you about the services we do provide and the charges for those services. Free and simple tools are available so you may research firms and financial professionals at 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 are not a full-service broker-dealer and can only provide recommendations to you to invest in private placement securities offerings. These private placement securities offerings include Pendulum Funds as well as securities offerings of unaffiliated issuers. Because of the risks associated with private placements we only offer such investments to accredited investors and/or qualified purchasers who have the financial means to afford those risks.
- We do not carry customer accounts and as such will not handle your cash or securities. Any investment that you decide to make through us will be settled directly with the issuer.
- From time to time we will recommend Pendulum Funds and other unaffiliated issuers private securities, but you decide whether to follow the recommendations. In addition, we do not monitor or have discretion over your investments and do not provide investment, tax, legal or accounting advice.

Key questions to ask us:

- Given my financial situation, should I choose your brokerage 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 those qualifications mean?

What fees will I pay?

- We will not charge you a transaction-fee (sometimes referred to as a “commission”) when we facilitate an investment by you in Pendulum Funds or the securities offerings of unaffiliated issuers.
- As a placement agent for private securities offerings, the issuer of the securities will bear the fees associated with our services, not you, the investor. It is important that you read and understand the offering documents for the specific offering in which you may seek to invest.
- Pendulum Opportunities charges asset-based and performance-based fees for the Pendulum Funds which will be set forth in the associated offering documents and are also described in its Form ADV Part 2A which can be accessed at www.Investor.gov/CRS. Because we are affiliated with Pendulum Opportunities and you will pay fees to Pendulum Opportunities in connection with the Pendulum Funds, we have an incentive to encourage you to invest in the Pendulum Funds.

Key questions to ask us:

- 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?

Additional Information: It is important for you to know that 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.

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 have to act in your best interest and not put our interests ahead of yours. At the same time, the way we and our affiliates 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. Here are some examples to help you understand what this means.
 - We may recommend that you invest in Pendulum Funds. Our affiliate, Pendulum Opportunities, earns fees based on the amount of assets in the Pendulum Funds it manages and the overall performance of the Pendulum Funds. We have an incentive to encourage investments in the Pendulum Funds because of the fees that will be generated for our affiliate. The risks and conflicts of interest for each offering will be disclosed in the relevant offering documents.
 - Pendulum Securities also provides merger and acquisition services to business owners and corporations that may be clients of another affiliate, Pendulum Partners, LLC (“Pendulum Partners”), which provides strategic consulting services. We may recommend that you invest in a private placement offering where the issuer is a Pendulum Partners client. The risks and conflicts of interest for each offering will be disclosed in the relevant offering documents.
- We provide a limited selection of private placement securities offerings. Other firms could provide a wider range of choices, some of which may have lower costs.

Key questions to ask us:

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

How do your financial professionals make money?

- All of our financial professionals are employees of our parent company, Pendulum Holdings, LLC (“Pendulum Holdings”), and earn a salary and a discretionary bonus based on the overall profitability of Pendulum Holdings. The amount of discretionary bonus is based on a variety of subjective and objective factors including the financial professional’s overall performance, the amount of fees received from the Pendulum Funds and general overall performance of Pendulum Holdings.
- Although your financial professional must make recommendations that are in your best interest, because their financial compensation may be tied to the performance of the Pendulum Funds, they have an incentive to recommend investments in the Pendulum Funds.

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

- No. Visit www.Investor.gov/CRS for a free and simple search tool to research us and our financial professionals.

Key questions to ask us:

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

Additional Information: If you would like additional information about the services offered by Pendulum Securities or a copy of this relationship summary, please contact us at (424) 421-6040 or compliance@pendulumholdings.com.

Key questions to ask us:

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