

May 27, 2025: FORM CRS (CLIENT RELATIONSHIP SUMMARY) A SUMMARY OF YOUR ADVISORY AND BROKERAGE RELATIONSHIP WITH AMERICAN FUNDSTARS FINANCIAL GROUP LLC

American Fundstars Financial Group LLC is registered with the Securities and Exchange Commission as both an investment adviser and a broker-dealer and is a member of the Financial Industry Regulatory Authority ("FINRA") and the Securities Investor Protection Corporation ("SIPC"). We feel that it is important for you to understand how advisory and brokerage services and fees differ in order to determine which type of account is right for you. There are free and simple tools available to research firms and financial professionals at www.investor.gov/CRS which also provides educational materials about investment advisers, broker-dealers and investing. Throughout this brochure we reference our ADV Part 2A brochure which can be found via the following link: <https://adviserinfo.sec.gov/firm/summary/315860>

WHAT INVESTMENT SERVICES AND ADVICE CAN YOU PROVIDE ME?

We offer both investment advisory and brokerage services to retail investors. Your financial needs and investment objectives will help you determine which services are right for you.

Our Investment Advisory Services

As a registered investment adviser, we offer our investment advisory services to retail investors for an ongoing fee based on a percentage of the value of investments in the account. Our advisory services include investment management, portfolio management, and selection of non-affiliated investment advisers. If you open an account with our firm, we will meet with you to understand your current financial situation, existing resources, goals, and risk tolerance. Based on what we learn, we will recommend a portfolio of investments that is regularly monitored (at least semi-annually), and if necessary, rebalanced to meet your changing needs, stated goals and objectives. We require a minimum portfolio value of \$50,000 in order to provide advisory services to you, though that is negotiable.

Certain of our client accounts are managed on a discretionary basis which means we don't need to call you when buying or selling in your account. Other client accounts are managed on a non-discretionary basis which means that you make the ultimate investment decision regarding purchases or sales of investments. You will sign an investment management agreement that either gives us discretionary authority or limits our discretion through a non-discretionary arrangement. This agreement will remain in place until you or we terminate the relationship. Additional information about our advisory services is located in Item 4 of our ADV Part 2A brochure.

Our Brokerage Services

We offer solicitation and execution of private placements and public offerings, variable annuities, ETFs, equities, mutual funds, fixed income, and treasury securities equity, fixed income, and treasury execution. We also offer investment banking advisory and EB5 investments. Our brokerage services do not include custodial services for your funds and securities, nor does it include account monitoring services.

The principal terms set forth in any private securities offering, which may be presented to you by a representative of American Fundstars, are set by the issuer of the securities and includes the minimum investment required. The discretion to waive any investment minimum lies solely

with the issuer of the securities. Terms of an offering are generally set forth in the issuer's Private Placement Memorandum or Offering Memorandum.

For Additional information, please see our Disclosures regarding the specific offerings. Such disclosures should have been provided to you along with this Form CRS, both of which can be found on our website. However, we would be happy to provide you with such disclosure at any time.

Questions to Ask Us:

- 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 those qualifications mean?

WHAT FEES WILL I PAY?

The fees you will pay depend on whether you receive investment advisory or brokerage services.

Investment Advisory Fees and Costs

You will be charged an ongoing fee as a percentage of the value of your account. The fee is calculated annually and then collected on a monthly basis after the month end. The fee can be automatically deducted from your account or by separate payment from you. Our fee schedule ranges from 0.30% to 1.25% depending on the value of the investments in your account. Our fees vary, are negotiable, and can be customized depending on the size and value of your account. Our incentive is to increase the value of your account over time which will increase our fees over time.

The custodian or broker-dealer that holds your assets can charge you a transaction fee when we buy or sell an investment for you. These transaction fees are in addition to our advisory fee for our investment advisory service. You could also pay charges imposed by the custodian or broker-dealer holding your accounts for certain investments and maintaining your account. Some investments, such as mutual funds, exchange traded funds and private investment funds charge additional fees. Additional information about our fees is located in Items 5 and 6 of our ADV Part 2A brochure.

With respect to our brokerage services, our fees depend on the services delivered. As a retail investor you are charged fees on a per transaction basis and therefore the firm may have an incentive to encourage an investor to participate in transactions. As a retail investor you are charged a variety of fees which have been detailed below:

- **For private placements** please refer to the offering memorandum for fee information.
- **For brokerage accounts** there are transaction and processing fees and expenses specific to various transactions and/or execution of securities within your brokerage account. This would include SEC fees, confirmation charges, retirement account custodian charges, paper statements/confirmations fees, wire transfer fees, and annual

inactivity fees. For specific information regarding our fees please visit our website at www.mysecurities.com

- **Product-level fees** for the specific securities within a brokerage securities account including mutual funds, annuities, and ETFs. For information regarding these fees please refer to the prospectus.

In addition to our fees and costs for brokerage services, there are other common fees and costs that maybe applicable to our clients that include: custodian fees related to mutual funds, exchange-traded funds & variable insurance products, including surrender charges.

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.

Questions to Ask Us:

- Help me understand how these fees and costs will 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 YOUR 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 YOU 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. Here are some examples to help you understand what this means.

Asset-based fees present a conflict because we are incentivized to encourage you to invest additional funds in your advisory accounts. If we introduce you to other investment advisers who are not affiliated with us, we will receive compensation from them in the form of a percentage of the fees that these other investment advisers received from you. We are also an insurance agency licensed with California Department of Insurance (license # 6005918) (doing business as American Fundstars Insurance Agency). We may offer insurance products to you and receive commission or renewal payments from insurance companies. This gives us an incentive to recommend investments based on the compensation we receive on insurance products rather than on your needs. We pay referral fees to affiliated or unaffiliated persons or entities that refer clients to us. The fees paid to these solicitors will typically consist of a payment as a percentage of assets under management. Additional information about our conflicts of interest can be found in Items 10 and 11 of our ADV Part 2A brochure.

For our brokerage services, we are paid a fee on each transaction. Therefore, we are incentivized to encourage more transactions. Alos, we may participate in fee sharing

agreements with other broker dealers for the introduction of investors to or from other broker dealers.

Our financial professionals are compensated through a combination of their equity ownership in our firm and/or a percentage of fees attributed to their sales efforts. Some of our financial professionals may receive commissions, trails, or other compensation from the respective sponsor or issuing companies as a result of effecting transactions. We supervise the business activities of our financial professionals through our compliance program.

Questions to Ask Us:
<ul style="list-style-type: none">• How might your conflicts of interest affect me, and how will you address them?

HOW DO YOUR FINANCIAL PROFESSIONALS MAKE MONEY?

Our financial professionals are compensated based on revenues generated on client accounts, including asset management fees and commissions. American Fundstars, and the financial professionals registered with it, receive commissions for the execution of sales in privately offered securities. The compensation structure for every offering may be different. For information regarding a specific offering, please refer to the offering memorandum and disclosure consent form.

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

Yes, one of our financial professionals, Fan Feng (CRD# 6769095), was subject to two investment-related, consumer-initiated, written complaints. Both complaints have been denied. Visit www.investor.gov/CRS for a free and simple search tool to research our firm and our financial professionals.

ADDITIONAL INFORMATION

You can find additional information about our firm's investment advisory services on the SEC's website at www.adviserinfo.sec.gov by searching CRD # 315860. For additional information about our firm's brokerage services, please contact our firm at 949-877-8838.

Questions to Ask Us:
<ul style="list-style-type: none">• 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?