

## **Form CRS Best Interest Disclosure** (Page 1 of 2)

March 28<sup>th</sup>, 2024

B & A Sector Watch

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P.O. Box 629

Registered with the State of Nevada

Virginia City, NV 89440

SEC File Number: 801-IA-954

(775)-847-0774 or (888)-219-1119

Brokerage and investment advisory services and fees differ and it is important for the retail investor to understand the difference. Free and simple tools are available to research firms and financial professionals at **Investor.gov/CRS**, which also provides educational materials about broker-dealers, investment advisors, and investing.

**No material changes have been made since B & A Sector Watch's 3/28/2023 Form CRS**

### **What investment services and advice can you provide me?**

We offer investment advisory services to retail investors. Using a core and satellite strategy, we use no-load leveraged at 200% indexed mutual funds (S & P 500 and NASDAQ 100) in a core position and an unleveraged sector satellite fund (right now Biotechnology) to navigate the market. We calculate your daily balance and in our quarterly statements we send this to you as part of our standard service. Our authority over your account is limited to the Limited Power of Attorney the mutual fund you select gives us. We have no proprietary products. We are not financial planners. We have no minimum account size or investment amount. That is determined by the mutual fund you select. We like Guggenheim Investments and Pro Funds because they are no-load, allow frequent (daily) trading if desired and have daily liquidity. Your financial situation and your investing attitude will determine whether you need an investment advisor. The amount of money you bring to the table along with where you are financially will determine how much of the core and satellite position we would recommend. With \$100,000, we probably would recommend 40% 2X S & P 500, 40% NASDAQ 100 and 20% Biotech. With \$10,000 we probably would recommend a 50/50 position in 2X S & P 500 and 2X NASDAQ 100. We have a Series 65 license and extensive education and experience. For expanded detail on everything in this investment services and advice paragraph and more, see our expanded Form CRS Disclosure and our current ADV Part 2.

### **What fees will I pay?**

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. The maximum percentage fee will be 0.25% of the account's average total dollar value each quarter. Larger accounts get a management fee of as little as 0.125% of the account's average dollar value each quarter. A negotiated flat annual fee is also possible. All management fees are negotiable and may even be waived in light of other considerations. Every cent you invest with a mutual fund through us goes to work right away be it \$10,000 or \$100,000. Our fee table and expanded detail is in our expanded Form CRS Disclosure and in our current ADV Part 2.

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**What are your legal obligations to me when acting as my investment advisor? How else does your firm make money and what conflicts of interest do you have?**

When we act as your investment adviser, we have to act in your best interest and not put our interest ahead of yours. We are extremely proud of the fact that since our inception on June 17<sup>th</sup>, 1999, we have held ourselves to this standard as a State of Nevada registered investment advisory firm. We have NO proprietary investments issued, sponsored or managed by us or affiliates (we have no affiliates). We get NO compensation from third parties when recommending or selling certain investments. We have NO revenue sharing arrangements or principal trading. We are generally compensated for our advisory services by advisory fees which are based on a percentage of assets under management. That is how we make money. All management fees are negotiable, may be fixed annually, and they may even be waived in light of other considerations. Larger accounts may obviously pay more dollars in fees but that is based on a lower percentage because of their larger dollar amounts. We have no conflicts of interest. For expanded detail see our expanded Form CRS Disclosure and look at our current ADV Part 2.

**How do your financial professionals make money?**

At **B & A Sector Watch** we are compensated for our advisory services by advisory fees which are based on a percentage of assets under management. All management fees can be negotiable and can even be fixed annually or waived in light of other considerations.

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

No.

**As a financial professional, do you have any disciplinary history?**

No.

You or any other investors can go to **Investor.gov/CRS** for a free and simple search tool to research us and our financial professionals.

**Who is my primary contact person? Who can I talk to if I have concerns about how this person is treating me?**

Bob Benkovich is our Registered Investment Advisor Representative and our primary contact person. If you have any concerns about how you are being treated, let us know by phone or by writing.

For more information, contact us at:

B & A Sector Watch

Phone: (775)-847-0774

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Toll Free: (888)-219-1119

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