



CLIENT RELATIONSHIP SUMMARY

June 18, 2025

1. Introduction

Our name is Prospector Partners, LLC (“us”, “we”, “our”). We are registered with the Securities and Exchange Commission as an investment adviser. Services offered and fees charged by an investment adviser differ from those of broker-dealers and it is important that you understand the differences. 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 advisers, and investing.

2. Relationships and Services

What investment services and advice can you provide me? We offer investment advisory services to retail clients through separately managed accounts or sub-advisory agreements with other financial institutions (“accounts”). There are no material limitations on our services, other than what is specifically defined in an accounts’ investment management agreement or applicable sub-advisory agreement. We monitor your investments on an ongoing basis. Monitoring of your investments is offered as part of our standard services. Our investment management agreement with you or applicable sub-advisory agreement gives us the authority to buy and sell investments on your behalf. Our advice is not limited to certain types of products or investments. We generally require a minimum account size of \$250,000 to open and maintain an account with us. ***Please see the more detailed disclosure on the investment services and advice that we can provide to you in Items 4 and 7 of our Form ADV Part 2A, which is available at <https://adviserinfo.sec.gov/firm/summary/123546>.***

Conversation Starters. *Given my financial situation, should I choose an investment advisory service? 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?*

3. Fees, Costs, Conflicts and Standard of Conduct

What fees will I pay? You will pay us an asset-based fee (the “Management Fee”) on a blended annual percentage of the net assets in your account managed by us, including cash, which is charged quarterly. The Management Fee for the first \$75 million of your account’s net assets is 1% per year. If the net assets in your account exceed \$75 million, the Management Fee for such net assets in your account in excess of \$75 million will be 0.75% per year. Because we charge an asset-based fee, the more assets there are in your account managed by us, the more you will pay in fees, and we therefore have an incentive to encourage you to increase the assets in your account managed by us. You will also pay other fees and costs, including brokerage charges, commissions, transfer fees, registration fees, exchange fees, settlement fees, and stamp duty, tax or other fiscal liabilities and any other transaction related expenses and fees arising out of transactions in the separate account incurred by us, as applicable (which may include fees and costs charged by other investment advisers or funds, account maintenance fees, and other transactional fees and product-level fees). 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. Please see the more detailed disclosure on our fees and costs in Item 5 of our Form ADV Part 2A, which is available at <https://adviserinfo.sec.gov/firm/summary/123546>.***

Conversation Starters. 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 your legal obligations to me when acting as my investment adviser? How else does your firm make money and what conflicts of interest do you have? *When we act as your investment adviser or sub-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 investment advice we provide you. Here are some examples to help you understand what this means:*

- *Personal Trading:* We invest personally in the same (or related) securities that we recommend to you. We also buy or sell securities for you at or about the same time that we buy or sell the same securities for our own accounts. This gives us an incentive to favor our own accounts over your account.
- *Broker Selection:* When we choose broker-dealers to execute your transactions, we consider the research, products and services we receive from broker-dealers. This affects our duty to obtain best execution on your transaction.

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

Please see the more detailed disclosure on our conflicts of interest in Items, 5, 6, 10, 11, 12 and 17 our Form ADV Part 2A, which is available at <https://adviserinfo.sec.gov/firm/summary/123546>.

How do your financial professionals make money?

We pay our financial professionals a base salary and a discretionary bonus, which is based in part on the firm's overall financial performance. This presents a potential conflict because it gives our financial professional an incentive to make riskier investments.

4. Disciplinary History

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

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

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

5. Additional Information

You can find additional information about our investment advisory services at services at <http://www.sec.gov/> and on our website at <https://prospectorpartners.com/>. You can request up to date information and a copy of our relationship summary by contacting us at (203) 458-1500.

Conversation Starters. 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?